



RAMADA

INVESTIMENTOS E INDÚSTRIA

RAMADA INVESTIMENTOS E INDÚSTRIA, S.A.

Public Company

Report and Accounts 1st Half 2021
(unaudited)

This document is a translation of a document originally issued in Portuguese, prepared using accounting policies consistent with the International Financial Reporting Standards and in accordance with the International Accounting Standard 34 – Interim Financial Reporting, some of which may not conform or be required by generally accepted accounting principles in other countries. In the event of discrepancies, the Portuguese language version prevails.

Head Office: Rua Manuel Pinto de Azevedo, 818

4100-320 Oporto

Share capital: 25,641,459 Euro

Report and Accounts - 1st Semester 2021

(This is a translation of a document originally issued in Portuguese. In the event of discrepancies, the Portuguese language version prevails.)

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To the Shareholders,

Pursuant to the legal requirements, the Board of Directors of Ramada Investimentos e Indústria, S.A. (“Ramada Investimentos”, “Company” or “Ramada Group”) hereby presents its Report and Accounts for the first half of 2021.

INTRODUCTION

Ramada Investimentos is the parent company of a group of companies that together operate within two distinct business segments: i) Industry segment, which includes the activity of special steels and wire drawing, as well as the activity related to the management of financial investments in which the Group is a minority shareholder; and ii) Real Estate segment, aimed at the management of real estate assets.

The special steels activity, which develops, especially at the level of the sub-segment of moulds, with a leading position in the domestic market, is developed by three companies: Ramada Aços, Universal Afir and Planfuro Global.

The wire drawing activity is developed by Socitrel whose main business is the manufacture and commercialization of steel wires, capable of being used in a wide variety of activities, including industry, agriculture and construction.

In the financial investments management activity, among other portfolio investments held by the Group, it should be highlighted the participations held in CEV, S.A. and Fisio Share – Gestão de Clínicas, S.A..

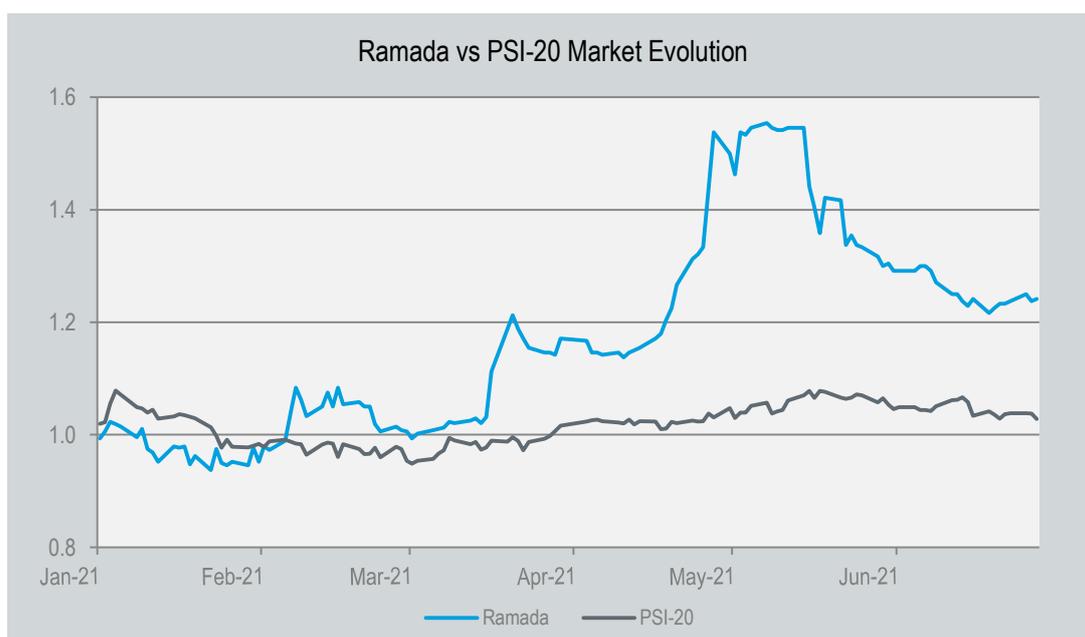
The Real Estate Segment includes the real estate asset management activity (composed by the forest assets and the Real Estate of the Group) and is developed by F. Ramada II - Imobiliária, S.A..



STOCK EXCHANGE EVOLUTION

(Note: The PSI-20 was considered as an index with initial value identical to that of the security under analysis, in order to allow a better comparison of the changes in the share price).

During the first half of 2021, PSI-20 index appreciated 2.79% over the end of 2020, while Group Ramada shares appreciated 24.17%.



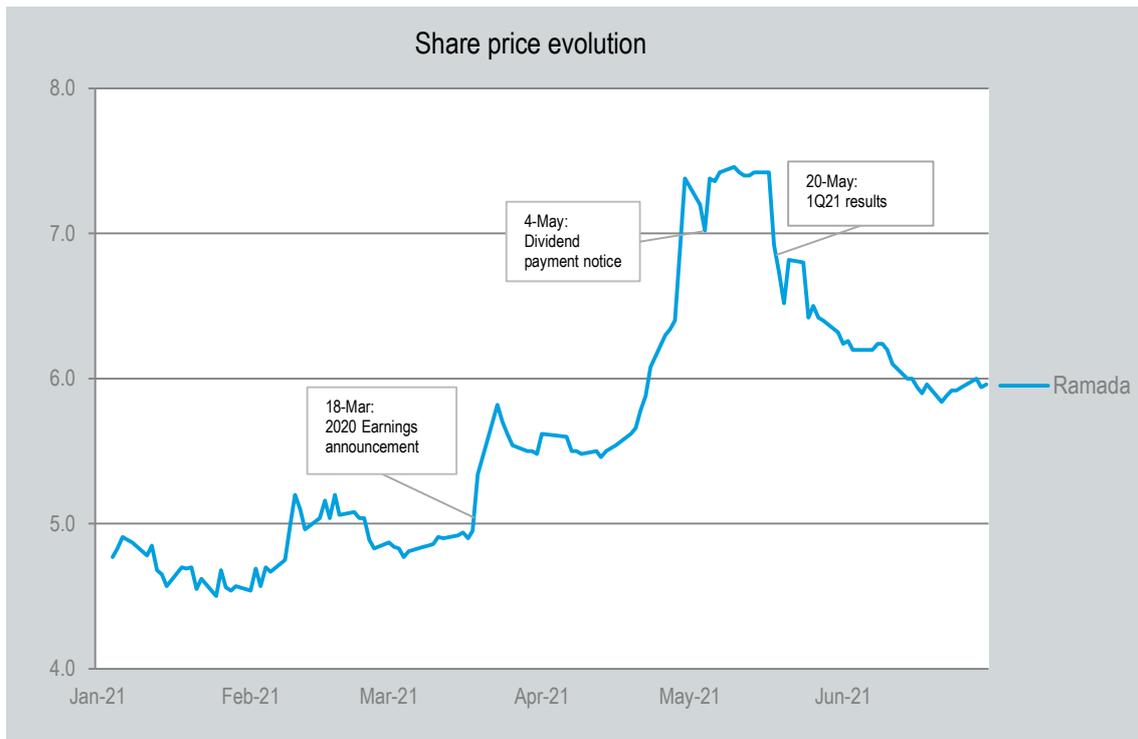
The market price of Ramada Investimentos shares at the end of the first half of 2021 was EUR 5.96 per share. This is equivalent to a market capitalisation of around EUR 153 million.

In the first half of 2021, Ramada Group shares were traded at a maximum price of EUR 7.46 per share and a minimum of EUR 4.50 per share. In total, 3,301,526 shares of Ramada Investimentos were traded.

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Performance of Ramada Investimentos share price

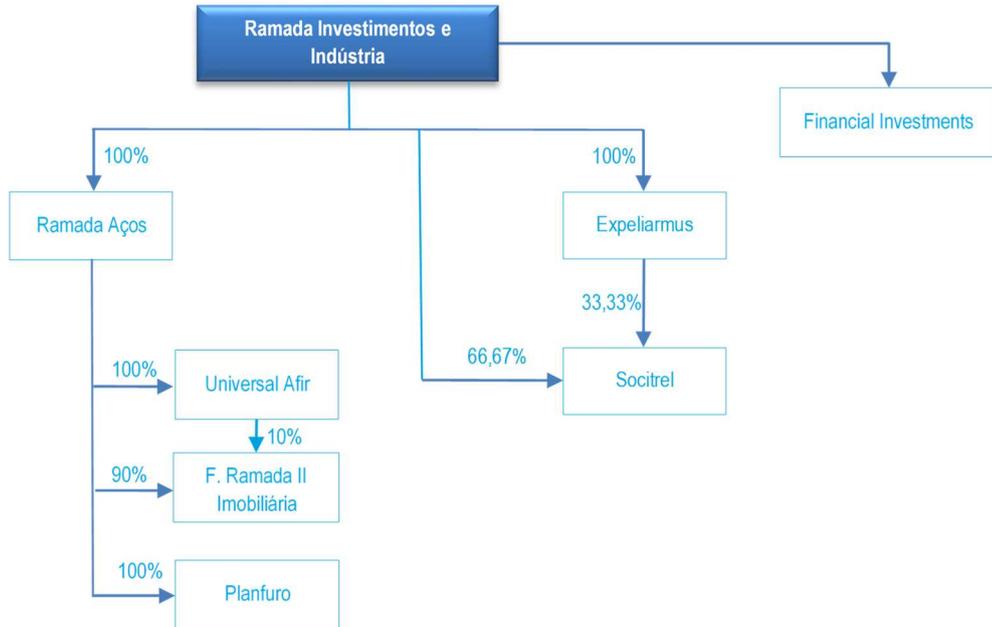
The main events that marked how the Ramada Investimentos share price performed in the first half of 2021 can be described as follows:



- The Group announced its financial performance for 2020 through a press release announced on 18 March 2021. Consolidated net income was around EUR 7 million. Total revenue amounted to EUR 103.3 million and consolidated EBITDA reached EUR 13.0 million;
- In an announcement made on 4 May, Ramada Investimentos informed the market that the dividends for 2020, corresponding to EUR 0.60 per share, would be paid from 20 May;
- On 20 May 2021, Ramada Group's results for the first quarter of 2021 were announced, with a consolidated net profit of EUR 2.9 million, which represents a 114.1% increase when compared to the previous year. Consolidated EBITDA recorded EUR 4.7 million and total revenue reached EUR 32.3 million.

GROUP'S ACTIVITY

The structure of Ramada Group, as of 30 June 2021, can be present as follows:



Ramada Group closed the first semester of the year 2021 with a strong growth in turnover, as a result, essentially, by the increase in prices that has occurred.

In the first semester, the Steel activity recorded significant growth, largely due to the positive contribution of the Metalworking sector, which at the end of this semester showed a significant improvement, to the detriment of the Moulds sector, which is usually the main pillar of this activity.

The Moulds sector was negatively affected by the crisis experienced in the automotive industry, as a result of the lack of components and generalized lay-offs. The delay in the launch of new projects for electric cars has had a harmful effect on the Portuguese mould making industry, very dependent on the automotive sector, which has generated the need to operate well below installed capacity.

The demand for raw materials had a significant increase in the middle of the semester, with constant price increases and shortages of materials by some suppliers. The sharp rise in scrap and iron ore prices that occurred in the middle of the semester, the closing of import quotas from third countries in the European Union and the difficulties in maritime transport, caused a severe rise in prices of various types of steel.

In the first half of 2021, the sales of the Steel activity to the external market represented 9% of turnover, registering a growth of 38% compared to the same period of 2020.

The growth of exports has been gradual, being the highlight the consolidation of the presence in the Spanish market.

In the first half of 2021, the wire drawing activity registered a sharp growth in sales compared to the previous year, as a result of significant increases in prices and production volume.

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During the first half of 2021, Socitrel installed a self-consumption photovoltaic power plant with an installed capacity of 1 MWh, comprising 2,222 photovoltaic panels on the roof of some of its industrial units. The photovoltaic plant started operating at the end of the first half of the year, with an expected annual production of around 1.2 GWh, which is equivalent to supplying, on average, 500 houses for a year, and will enable Socitrel's energy bill to be reduced by around 7.2%, as well as reducing the emission of 780 tons of CO₂ per year.

The wire drawing activity operates essentially in the foreign market, accounting for 66% of turnover in the first half of 2021. Exports in this sector registered a growth of 80% compared to the same period in 2020. The main destinations of exports were Spain, the United States and France.

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FINANCIAL REVIEW

The consolidated financial information of Ramada Investimentos was prepared in accordance with the recognition and measurement principles of the International Financial Reporting Standards, as adopted by the European Union (IFRS – EU).

The key information and indicators of Ramada Group's consolidated activity can be presented as follows:

	1H 2021	1H 2020	Var. %
Total revenues (a)	66 363	49 174	35.0%
Total costs (b)	(56 528)	(44 069)	28.3%
EBITDA (c)	9 834	5 105	92.6%
EBITDA margin (d)	14.8%	10.4%	4.4 pp
Amortization and depreciation	(1 635)	(1 601)	2.1%
EBIT (e)	8 199	3 505	134.0%
EBIT margin (f)	12.4%	7.1%	5.2 pp
Results related to investments	120	59	102.6%
Financial expenses	(530)	(605)	-12.3%
Financial income	20	25	-18.5%
Profit before income tax	7 810	2 984	161.7%
Income tax	(1 642)	(448)	-
Consolidated net profit	6 168	2 536	143.2%
Net profit attributable to shareholders of the parent company	6 168	2 536	143.2%

Amounts in thousands of Euro

(a) Total revenues = Sales and services rendered + Other income

(b) Total costs = Cost of sales and production variation + External supplies and services + Payroll expenses + Other expenses + Provisions and impairment losses

(c) EBITDA = Profit before income tax, Financial results and Amortization and depreciation

(d) EBITDA margin = EBITDA / Total revenues

(e) EBIT = EBITDA + Amortization and depreciation

(f) EBIT margin = EBIT / Total revenues

During the first half of 2021, total revenues of Ramada Group amounted to 66,363 thousand Euro, representing a 35.0% increase over the total revenues recorded in the same period of 2020.

Total costs amounted to 56,528 thousand Euro, recording a 28.3% increase over the previous year.

EBITDA amounted to 9,834 thousand Euro, representing an increase of 92.6% compared to the first half of 2020. EBITDA margin achieved 14.8%, representing an increase of 4.4 percentage points when compared to the previous year.

EBIT, in the amount of 8,199 thousand Euro, recorded an increase of 134.0% when compared to 3,505 thousand Euro in 2020.

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The financial results (financial income – financial expenses), in the amount of 510 thousand Euro, recorded a 12.1% decrease over the previous year.

The consolidated net profit of the first half of 2021 amounted to 6,168 thousand Euro, increasing 143.2% compared to the net profit of the same period of the previous year.

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INDUSTRY

	1H 2021	1H 2020	Var. %
Total revenues (a)	62 734	45 539	37.8%
Total costs (b)	(55 830)	(43 293)	29.0%
EBITDA (c)	6 904	2 246	207.4%
EBITDA margin (d)	11.0%	4.9%	6.1 pp
EBIT (e)	5 349	749	614.3%
EBIT margin (f)	8.5%	1.6%	6.9 pp
Results related to investments	120	59	102.6%
Financial results (g)	(246)	(293)	-16.1%
Profit before income tax	5 223	514	915.1%
Income tax	(1 073)	83	-1394.1%
Net profit	4 150	597	594.7%

Amounts in thousands of Euro

(a) Total revenues = Sales and services rendered + Other income

(b) Total costs = Cost of sales and production variation + External supplies and services + Payroll expenses + Other expenses + Provisions and impairment losses

(c) EBITDA = Profit before income tax, Financial results and Amortization and depreciation

(d) EBITDA margin = EBITDA / Total revenues

(e) EBIT = EBITDA + Amortization and depreciation

(f) EBIT margin = EBIT / Total revenues

(g) Financial results = Financial income – Financial expenses

In the first half of 2021, total revenues from the Industry segment amounted to 62,734 thousand Euro, recording an increase of 37.8% compared to the same period of 2020.

EBITDA in the Industry segment amounted to 6,904 thousand Euro, representing a positive variation of 207.4% compared to the 2,246 thousand Euro recorded in the first half of 2020. EBITDA margin reached 11.0%, recording an increase of 6.1 percentage points over the same period of the previous year.

EBIT, in the amount of 5,349 thousand Euro, recorded an increase of 614.3% compared to the 749 thousand Euro in 2020.

The net profit of the Industry segment recorded in the first half of 2021, in the amount of 4,150 thousand Euro, represented an increase of 594.7% compared to the net profit of the same period of previous year.

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REAL ESTATE

	1H 2021	1H 2020	Var. %
Total revenues (a)	3 628	3 635	-0.2%
Total costs (b)	(698)	(776)	-10.1%
EBITDA (c)	2 930	2 859	2.5%
EBIT (d)	2 850	2 756	3.4%
Financial results (e)	(263)	(286)	-8.0%
Profit before income tax	2 587	2 470	4.7%
Income tax	(569)	(531)	7.2%
Net profit	2 018	1 939	4.1%

Amounts in thousands of Euro

(a) Total revenues = Sales and services rendered + Other income

(b) Total costs = Cost of sales and production variation + External supplies and services + Payroll expenses + Other expenses + Provisions and impairment losses

(c) EBITDA = Profit before income tax, Financial results and Amortization and depreciation

(d) EBIT = EBITDA + Amortization and depreciation

(e) Financial results = Financial income – Financial expenses

During the first half of 2021, total revenues from the Real Estate segment amounted to 3,628 thousand Euro, a slight decrease of 0.2% compared to the same period of 2020.

The rents obtained from the long-term leases of forest land represent about 90% of the total real estate revenues.

EBITDA in the Real Estate segment in the first six months of 2021 amounted to 2,930 thousand Euro, 2.5% higher than the amount recorded in the same period of the previous year.

EBIT amounted to 2,850 thousand Euro, representing a growth of 3.4% compared to 2020.

In the first half of 2021, the financial results of the Real Estate segment were negative by 263 thousand Euro, having improved 8.0% compared to the negative 286 thousand Euro in 2020.

The net profit of the Real Estate segment amounted to 2,018 thousand Euro, an increase of 4.1% compared to the first half of 2020.

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INVESTMENTS AND DEBT

The investments¹ made by Ramada Group during the first half of 2021 amounted to approximately 2,500 thousand Euro.

Ramada Group's net nominal indebtedness² on 30 June 2021, amounted to approximately 16 million Euro, with a dividend distribution of around 15 million Euro in May. As of 31 December 2020, the net nominal indebtedness was approximately 11 million Euro.

¹ Investments: Acquisitions of property, plant and equipment and intangible assets related to the operational activity of the Industry and Real Estate segments.

² Net nominal indebtedness: Bank loans (nominal values) + Other loans (nominal values) – Cash and cash equivalents.

OUTLOOK

Ramada Group ends the semester in a positive and confident way in the business evolution in all its components, maintaining the monitorization and evaluation of the volatility of some external factors and possible impacts. It is also expected that the markets tend to stabilize and that a balance is reached in the demand and supply of raw materials, given that a favourable evolution of the pandemic is expected, as a result of the implementation of vaccination plans in the most industrialized countries.

The growth in demand that was noticed in the first half of the year, combined with the continued rise in raw material prices, leads the Group to face 2021 with confidence, expecting a significant increase in sales and profitability, compared to 2020.

CORPORATE GOVERNANCE

In accordance with the current legislation, the Group is not required to provide information regarding corporate governance, since this information is only compulsory together with the annual management report. The detailed annual report of corporate governance is included in the Financial Reporting of 2020 and it is available in our site (www.ramadainvestimentos.pt).

LEGAL MATTERS

Treasury shares

Pursuant to and for the purposes of Article 66 and Article 324 (2) of the Companies Act, Ramada Investimentos reports that, on 30 June 2021, it did not own any of its treasury shares.

Shares held by the governing bodies

It is hereby stated as of 30 June 2021, pursuant to and for the purposes of Article 447 of the Companies Act, that the following directors of Ramada Investimentos e Indústria, S.A. held shares as follows:

João Manuel Matos Borges de Oliveira ^(a)	5,300,000
Paulo Jorge dos Santos Fernandes ^(b)	4,009,402
Domingos José Vieira de Matos ^(c)	3,118,408
Ana Rebelo de Carvalho Menéres de Mendonça ^(d)	4,845,383

(a) – the 5,300,000 shares correspond to the total number of shares of Ramada Investimentos e Indústria, S.A. held by CADERNO AZUL, S.A., of which the director João Manuel Matos Borges de Oliveira is a director and shareholder.

(b) – the 4,009,402 shares correspond to the total number of shares of Ramada Investimentos e Indústria, S.A. held by ACTIUM CAPITAL, S.A., of which the director Paulo Jorge dos Santos Fernandes is a director and controlling shareholder.

(c) – the 3,118,408 shares correspond to the total number of shares of Ramada Investimentos e Indústria, S.A. held by LIVREFLUXO, S.A., of which the director Domingos José Vieira de Matos is a director and controlling shareholder.

(d) – the 4,845,383 shares correspond to the total number of shares of Ramada Investimentos e Indústria, S.A. held by PROMENDO INVESTIMENTOS, S.A., of which the director Ana Rebelo de Carvalho Menéres de Mendonça is a director and majority shareholder.

The Statutory Auditor, the members of the Statutory Audit Board and the Board of the Shareholders' General Meeting did not, at 30 June 2021, hold shares representing the share capital of Ramada Investimentos.

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Qualified shareholdings

According to notices received by the Company, the following companies and/or individuals have a qualifying holding of more than 2%, 5%, 10%, 15%, 20%, 25%, 33% and 50% of the voting rights, at 30 June 2021, pursuant to and for the purposes of Articles 16 and 20 of the Portuguese Securities Code, and in accordance with Article 448 of the Companies Act:

1 Thing, Investments,SA	No. of shares held on 30-Jun-2021	% Share capital with voting rights
Directly ^(a)	2,565,293	10.004%
Total attributable	2,565,293	10.004%

(a) - the 2,565,293 Ramada Investimentos e Indústria, S.A. shares are directly held by the company 1 Thing, Investments, S.A. whose board of directors includes Ramada's director Pedro Miguel Matos Borges de Oliveira

Domingos José Vieira de Matos	No. of shares held on 30-Jun-2021	% Share capital with voting rights
Through Livrefluxo, S.A. (of which he is dominant shareholder and director)	3,118,408	12.16%
Total attributable	3,118,408	12.16%

Paulo Jorge dos Santos Fernandes	No. of shares held on 30-Jun-2021	% Share capital with voting rights
Through Actium Capital, S.A. (of which he is dominant shareholder and director)	4,009,402	15.64%
Total attributable	4,009,402	15.64%

Ana Rebelo Carvalho Menéres de Mendonça	No. of shares held on 30-Jun-2021	% Share capital with voting rights
Through PROMENDO INVESTIMENTOS, S.A. (of which she is dominant shareholder and director)	4,845,383	18.90%
Total attributable	4,845,383	18.90%

João Manuel Matos Borges de Oliveira	No. of shares held on 30-Jun-2021	% Share capital with voting rights
Through Caderno Azul, S.A. (of which he is shareholder and director)	5,300,000	20.67%
Total attributable	5,300,000	20.67%

Ramada Investimentos has not been advised of any holdings with over 25% of the voting rights.

CLOSING REMARKS

We don't want to conclude without thanking our customers and suppliers, financial institutions and other partners of the Group for their trust in our organization. We would also like to thank the Statutory Audit Board for the continued monitoring of our operations.

Oporto, 29 July 2021

Board of Directors

João Manuel Matos Borges de Oliveira

Paulo Jorge dos Santos Fernandes

Domingos José Vieira de Matos

Pedro Miguel Matos Borges de Oliveira

Ana Rebelo de Carvalho Menéres de Mendonça

Laurentina da Silva Martins

**STATEMENT UNDER ARTICLE 246, PARAGRAPH 1, C) OF THE SECURITIES
CODE**

The signatories individually declare that, to their knowledge, the Condensed Financial Statements were prepared in accordance with the International Financial Reporting Standards (“IFRS”) as adopted by the European Union, for the purpose of interim reporting, and the other accounting documents required by law or regulation, give a truthful and appropriate image, in all material respects, of the assets and liabilities, financial position and the consolidated results of Ramada Investimentos e Indústria, S.A. and of the companies included in the consolidation perimeter, and that the Interim Director’s Report accurately explains the activity evolution, performance and financial position of Ramada Investimentos e Indústria, S.A. and the companies included in the consolidation perimeter, and contains a description of the major risks and uncertainties that they face.

DECLARATION OF RESPONSABILITY

The members of the Board of Directors of Ramada Investimentos e Indústria, S.A. declare that they assume responsibility for this information and assure that the items included herein are true and that, to the best of their knowledge, there are no omissions.

Pursuant to article 210 of the Social Security Code (approved by Law no. 110/2009, of 16 September) the Board of Directors informs that there are no overdue debts to the State, namely with respect to Social Security.

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Article 447 of the Portuguese Companies Act, Article 14(7) of the CMVM Regulation no. 05/2008 and Article 19 of Regulation (EU) no. 596/2014 of European Parliament and of the Council of 16 April 2014

Disclosure of shares and other securities held by members of the Board of Directors and by those discharging managerial responsibilities, as well as by people closely connected with them (article 248-B of the Securities Code), and disclosure of the respective transactions during the semester.

Board of Directors	No shares held at			No shares held at 30-Jun-2021
	31-Dec-2020	Acquisitions	Disposals	
João Manuel Matos Borges de Oliveira (imputation through CADERNO AZUL, S.A)	5,300,000	-	-	5,300,000
Paulo Jorge dos Santos Fernandes (imputation through ACTIUM CAPITAL, S.A)	4,009,402	-	-	4,009,402
Domingos José Vieira de Matos (imputation through LIVREFLUXO, S.A)	3,118,408	-	-	3,118,408
Ana Rebelo de Carvalho Menéres de Mendonça (imputation through PROMENDO INVESTIMENTOS, S.A)	4,845,383	-	-	4,845,383
Pedro Miguel Matos Borges de Oliveira (imputation through 1 THING, INVESTMENTS, S.A)	2,565,293	-	-	2,565,293

RAMADA INVESTIMENTOS E INDÚSTRIA, S.A.

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

AS AT 30 JUNE 2021 AND 31 DECEMBER 2020

(Translation of financial statements originally issued in Portuguese - Note 16)

(Amounts expressed in Euros)

ASSETS	Notes	30.06.2021	31.12.2020
NON-CURRENT ASSETS:			
Investment properties	5	88,687,130	88,687,130
Property, plant and equipment		19,909,602	18,593,711
Intangible assets		5,567	11,133
Right-of-use assets		517,909	538,757
Goodwill		-	-
Investments in associated companies	4.2	4,674,503	4,554,735
Other investments	4.3	-	-
Other non-current assets		1,533,295	1,531,329
Deferred tax assets	6	3,702,248	3,702,248
Total non-current assets		119,030,254	117,619,043
CURRENT ASSETS:			
Inventories		23,525,413	18,794,784
Trade receivables		36,691,745	34,959,861
Other debts from third parties		2,103,201	1,708,636
Other current assets		262,452	36,854
Cash and cash equivalents	7	44,446,481	54,472,220
Total current assets		107,029,292	109,972,355
Total assets		226,059,546	227,591,398
EQUITY AND LIABILITIES			
EQUITY:			
Share capital	8	25,641,459	25,641,459
Legal reserve		7,193,058	7,193,058
Other reserves		81,530,281	89,926,559
Consolidated net profit/(loss) for the period		6,167,901	6,988,597
Total equity attributable to shareholders of the Parent Company		120,532,699	129,749,673
Non-controlling interests		-	-
Total equity		120,532,699	129,749,673
LIABILITIES:			
NON-CURRENT LIABILITIES:			
Bank loans	9	32,487,401	37,487,401
Other loans	9	2,038,756	2,330,007
Lease Liabilities		203,133	213,399
Provisions	11	660,000	660,000
Deferred tax liabilities	6	917,310	917,310
Total non-current liabilities		36,306,600	41,608,117
CURRENT LIABILITIES:			
Bank loans	9	6,000,000	6,000,000
Other loans	9	20,355,837	19,574,183
Lease liabilities		314,776	325,358
Trade payables		30,778,598	24,086,736
Other debts to third parties		3,270,386	2,146,818
Income tax		1,938,795	296,507
Other current liabilities	10	6,561,855	3,804,006
Total current liabilities		69,220,247	56,233,608
Total liabilities		105,526,847	97,841,725
Total liabilities and equity		226,059,546	227,591,398

The accompanying notes are an integral part of the condensed consolidated financial statements.

The Chartered Accountant

The Board of Directors

RAMADA INVESTIMENTOS E INDÚSTRIA, S.A.

**CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE
SIX AND THREE MONTHS PERIODS ENDED 30 JUNE 2021 AND 2020**
(Translation of financial statements originally issued in Portuguese - Note 17)
(Amounts expressed in Euros)

	Notes	Six months period ended as:		Three months period ended as:	
		30.06.2021	30.06.2020	30.06.2021	30.06.2020
Sales and services rendered		66,072,779	48,966,370	33,929,560	22,604,628
Other income		290,086	208,089	182,174	81,850
Cost of sales and variation in production		(40,862,220)	(30,421,332)	(20,716,272)	(13,820,411)
External supplies and services		(8,309,760)	(6,606,008)	(4,463,940)	(3,096,773)
Payroll expenses		(6,899,359)	(6,330,548)	(3,540,464)	(3,055,490)
Amortisation and depreciation		(1,634,972)	(1,600,583)	(843,377)	(761,465)
Provisions and impairment losses	11	(181,882)	(272,467)	(129,709)	(164,129)
Other expenses		(275,239)	(438,984)	(138,480)	(249,240)
Results related to investments	4.2	119,768	59,108	132,603	12,949
Financial expenses		(529,981)	(604,590)	(256,055)	(307,506)
Financial income		20,484	25,123	15,086	15,341
Profit/(Loss) before income tax		7,809,704	2,984,178	4,171,126	1,259,754
Income tax		(1,641,803)	(448,088)	(860,234)	(57,939)
Consolidated net profit/(loss) for the period		6,167,901	2,536,090	3,310,892	1,201,815
Attributable to:					
Holders of equity in the parent company		6,167,901	2,536,090	3,310,892	1,201,815
Non-controlling interests		-	-	-	-
Earnings per share:					
Basic	12	0.24	0.10	0.13	0.05
Diluted	12	0.24	0.10	0.13	0.05

The accompanying notes are an integral part of the condensed consolidated financial statements.

The Chartered Accountant

The Board of Directors

RAMADA INVESTIMENTOS E INDÚSTRIA, S.A.

**CONDENSED CONSOLIDATED STATEMENTS OF OTHER COMPREHENSIVE INCOME FOR THE
SIX AND THREE MONTHS PERIODS ENDED 30 JUNE 2021 AND 2020**
(Translation of financial statements originally issued in Portuguese - Note 16)
(Amounts expressed in Euros)

Notes	Six months period ended as:		Three months period ended as:	
	30.06.2021	30.06.2020	30.06.2021	30.06.2020
Consolidated net income for the period	6,167,901	2,536,090	3,310,892	1,201,815
Other comprehensive income:				
Items that will not be reclassified to profit or loss:				
Changes in pension liabilities - gross amount	-	-	-	-
Changes in pension liabilities - deferred tax	-	-	-	-
Items that may be reclassified to profit or loss in the future				
Other comprehensive income for the period	-	-	-	-
Total consolidated comprehensive income for the period	6,167,901	2,536,090	3,310,892	1,201,815
Attributable to:				
Shareholders in the Parent Company	6,167,901	2,536,090	3,310,892	1,201,815
Non-controlling interests	-	-	-	-

The accompanying notes are an integral part of the condensed consolidated financial statements.

The Chartered Accountant

The Board of Directors

RAMADA INVESTIMENTOS E INDÚSTRIA, S.A.

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE
SIX MONTHS PERIODS ENDED 30 JUNE 2021 AND 2020**
(Translation of financial statements originally issued in Portuguese - Note 16)
(Amounts expressed in Euros)

Attributable to shareholders in the Parent Company								
Notes	Share capital	Legal reserve	Other reserves and retained earnings	Net profit/(loss) for the period	Total equity attributable to shareholders of parent company	Non-controlling interests	Total equity	
Balance as at 1 January 2020	8	25,641,459	7,193,058	81,800,669	8,130,246	122,765,432	-	122,765,432
Total consolidated comprehensive income for the period		-	-	-	2,536,090	2,536,090	-	2,536,090
Appropriation of consolidated result from 2019: Transfer to other reserves		-	-	8,130,246	(8,130,246)	-	-	-
Balance as at 30 June 2020		25,641,459	7,193,058	89,930,915	2,536,090	125,301,522	-	125,301,522
Balance as at 1 January 2021	8	25,641,459	7,193,058	89,926,559	6,988,597	129,749,673	-	129,749,673
Total consolidated comprehensive income for the period		-	-	-	6,167,901	6,167,901	-	6,167,901
Appropriation of consolidated result from 2020: Transfer to other reserves Distribution of dividends		-	-	6,988,597 (15,384,875)	(6,988,597) -	- (15,384,875)	-	- (15,384,875)
Balance as at 30 June 2021		25,641,459	7,193,058	81,530,281	6,167,901	120,532,699	-	120,532,699

The accompanying notes are an integral part of the condensed consolidated financial statements.

The Chartered Accountant

The Board of Directors

RAMADA INVESTIMENTOS E INDÚSTRIA, S.A.
 CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE
 SIX AND THREE MONTHS PERIODS ENDED 30 JUNE 2021 AND 2020
 (Translation of financial statements originally issued in Portuguese - Note 16)
 (Amounts expressed in Euros)

Notes	Six months period ended as:				Three months period ended as:			
	30.06.2021		30.06.2020		30.06.2021		30.06.2020	
Operational activities:								
Receipts from customers	74,289,949		66,039,419		34,882,231		29,581,660	
Payments to suppliers	(49,280,185)		(38,512,485)		(22,285,000)		(21,861,203)	
Payments to personnel	(3,294,276)	21,715,488	(3,160,357)	24,366,577	(1,835,765)	10,761,466	(1,888,205)	6,032,252
Paid/Received corporate income tax	(4,270)		(6,793)		(4,270)		-	
Other receipts/payments relating to operating activities	(8,707,688)	(8,711,958)	(8,321,565)	(8,328,358)	(5,494,430)	(5,498,700)	(3,337,051)	(3,337,051)
Cash flows generated by operating activities (1)	13,003,530		16,038,219		5,262,766		2,695,201	
Investment activities:								
Receipts arising from:								
Property, plant and equipment	40,118		21,386		40,118		8,076	
Interest and similar income	4,252	44,370	9,112	30,499	1,829	41,947	5,250	13,326
Payments relating to:								
Investments								
Intangible assets	(1,497)		(887)		(739)		-	
Property, plant and equipment	(2,207,018)		(618,317)		(1,932,926)		(273,968)	
Investment properties	-		-		-		-	
Loans granted	-	(2,208,515)	-	(619,204)	-	(1,933,665)	-	(273,968)
Cash flows generated from investments activities (2)	(2,164,745)		(588,705)		(1,891,719)		(260,647)	
Financing activities:								
Receipts arising from:								
Loans obtained								
	72,479,652	72,479,652	90,084,652	90,084,652	41,558,628	41,558,628	37,406,045	37,406,045
Payments relating to:								
Interest and similar expenses								
	(58,024)		(622,800)		(126,239)		(157,500)	
Dividends								
	(15,384,875)		-		(15,384,875)		-	
Loans obtained								
	(75,905,285)	(91,848,184)	(115,355,885)	(115,978,684)	(41,009,350)	(56,520,464)	(37,284,737)	(37,442,237)
Cash flows generated from financing activities (3)	(19,368,332)		(25,894,033)		(14,961,836)		(36,192)	
Cash and cash equivalents at the beginning of the period		52,975,628		51,293,584		56,037,270		38,450,698
Cash and cash equivalents variation: (1)+(2)+(3)		(8,529,147)		(10,444,519)		(11,590,788)		2,398,367
Cash and cash equivalents at the end of the period		44,446,481		40,849,065		44,446,482		40,849,065

The accompanying notes are an integral part of the condensed consolidated financial statements.

The Chartered Accountant

The Board of Directors

**NOTES TO THE CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS AS OF 30 JUNE 2021**
(TRANSLATION OF NOTES ORIGINALLY ISSUED IN PORTUGUESE – NOTE 16)
(Amounts expressed in Euro)

1. INTRODUCTORY NOTE

RAMADA INVESTIMENTOS E INDÚSTRIA, S.A. ("Ramada Investimentos", "Ramada Group" or "Group") is a company incorporated as of 1 June 2008, with its head-office located at Rua Manuel Pinto de Azevedo, 818, Oporto, Portugal, and whose main activity is the management of financial investments, being its shares listed in the Euronext Lisbon Stock Exchange, since 2008.

In May 2018, formerly named as F. Ramada - Investimentos SGPS, S.A., changed its corporate objective, from management of financial investments to consulting services, including financial and administrative, as well as realization and management of real estate, securities and financial investments, acquisition and disposal of securities, leasing, construction, rehabilitation, management, administration and conservation of properties, as its name changed to RAMADA INVESTIMENTOS E INDÚSTRIA, S.A., as it was deliberated in General Assembly on 4 May 2018.

Ramada was created as a result of the reorganization process of Altri, SGPS, S.A. through the demerger of the business areas of steel and storage systems, namely the participation held in Ramada Aços, S.A., which represented the voting rights of the mentioned company. The restructuring involved a simple demerger operation, as predicted in item 1.a), article 118, of the Portuguese Companies Act ("Código das Sociedades Comerciais").

Following this process, the assets corresponding to the shareholdings of the business units of steel and storage systems, including all the resources (such as human resources, assets and liabilities) related to that business unit were transferred from Altri, SGPS, S.A. to Ramada Investimentos.

Currently, Ramada is the parent company of the group of companies listed in Note 4 (Ramada Group), and, through these financial holdings structure, it focuses its operations in (i) Industrial activity, which includes steel trade and management of financial investments related to participations in which the group has a minority position, and (ii) real estate, which consists in the management of this type of assets.

The consolidated financial statements of Ramada Group are presented in Euro (rounded to units), which is the currency used by the Group in its operations and, therefore, is considered to be its functional currency.

2. MAIN ACCOUNTING POLICES AND BASIS OF PRESENTATION

The condensed consolidated financial statements, for the six months period ended on 30 June 2021, were prepared in accordance with IAS 34 – Interim Financial Reporting and include the condensed consolidated statement of financial position, the condensed consolidated income statement, the condensed consolidated statement of comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows, as well as the selected explanatory notes. These condensed consolidated financial statements do not include all the information required to be published on the annual financial statements, and should, therefore, be read together with the consolidated financial statements of the Ramada Group for the financial year ended 31 December 2020.

The accounting policies adopted for preparation of the attached condensed consolidated financial statements were consistently applied during the periods being compared.

The Board of Directors assessed the capacity of the Company, its subsidiaries and associates to operate on a going concern basis, based on the entire relevant information, facts and circumstances, of financial, commercial or other nature, including events subsequent to the condensed consolidated financial statements' reference date, as available regarding the future. As a result of the assessment conducted, the Board of Directors concluded that it has adequate resources to keep up its operations, which it does not intend to cease in the short term. Therefore, it was considered appropriate to use the going concern basis in preparing the condensed consolidated financial statements.

The attached condensed consolidated financial statements were prepared based on the accounting books and records of the company, its subsidiaries, and associates, adjusted in the consolidation process, in the assumption of going concern basis. When preparing the condensed consolidated financial statements, the Group used historical cost as its basis.

**NOTES TO THE CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS AS OF 30 JUNE 2021**
(TRANSLATION OF NOTES ORIGINALLY ISSUED IN PORTUGUESE – NOTE 16)
(Amounts expressed in Euro)

The preparation of condensed consolidated financial statements requires the use of estimates, assumptions and critical judgements in the process of determining accounting policies to be adopted by the Group, with significant impact on the book value of assets and liabilities, as well as on income and expenses for the period. Although these estimates are based on the best experience of the Board of Directors and on its best expectations regarding current and future events and actions, current and future results may differ from these estimates. Areas involving a higher degree of judgement or complexity, or areas with significant assumptions and estimates are disclosed in Note 3 of the accompanying notes to the consolidated financial statements of the Group for the financial year ended 31 December 2020.

3. **CHANGES IN ACCOUNTING POLICES AND CORRECTION OF ERRORS**

During the reporting period there were no changes in the accounting policies and no material mistakes related with previous periods were identified.

New accounting standards and their impact in these condensed consolidated financial statements:

Up to the date of approval of these financial statements, the European Union endorsed the following accounting standards, interpretations, amendments and revisions, mandatorily applied to the financial year beginning on 1 January 2021:

	Effective date (financial years begun on or after)
Amendment to IFRS 4 Insurance Contracts – deferral of IFRS 9	01 Jan 2021
Amendment to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 Interest Rate <i>Benchmark Reform – Phase 2</i>	01 Jan 2021

The adoption of these standards and interpretations had no relevant impact on the Group's financial statements.

The following standards, interpretations, amendments, and revisions were endorsed by the European Union and have mandatory application in future years:

	Effective date (financial years begun on or after)
Amendments to IFRS 3, IAS 16, IAS 37 and Annual Improvements 2018-2020	01 Jan 2022

The Group did not proceed with the early implementation of these amendments in the condensed financial statements for the six months period ended 30 June 2021 due to the fact that their application is not mandatory. No significant impacts are expected on the financial statements resulting from their adoption.

**NOTES TO THE CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS AS OF 30 JUNE 2021**
(TRANSLATION OF NOTES ORIGINALLY ISSUED IN PORTUGUESE – NOTE 16)
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On the approval date of these financial statements, the following accounting standards, amendments and interpretations were not yet endorsed by the European Union:

	Effective date (financial years begun on or after)
Amendments to IAS 12 Income Taxes: Deferred Tax related to Assets and Liabilities arising from a Single Transaction	01 Jan 2023
IFRS 17 – Insurance Contracts	01 Jan 2023
Amendment to IAS 8: Accounting policies, Changes in Accounting Estimates and Errors: Definition of Accounting Estimates	01 Jan 2023
Amendment to IAS 1 Presentation of Financial Statements and Statement of Practice IFRS 2: Disclosure of Accounting Policies	01 Jan 2023
Amendment to IAS 1 Presentation of Financial Statements – Classification of liabilities as current and non-current	01 Jan 2023
Proposed changes to leases IFRS 16: Covid-19 Leases Concessions after 30 June 2021	01 Apr 2021

The Group has not adopted any standard, amendment or interpretation that has been issued but not yet effective, for the preparation of the consolidated financial statements for the period ending 30 June 2021, given that application is not mandatory. The impact of the referred standards is currently being assessed.

4. SUBSIDIARY COMPANIES INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENTS AND OTHER INVESTMENTS

4.1 Companies included in the consolidated financial statements

The companies included in the consolidated financial statements by the full consolidation method, its headquarters, percentage of participation held and main activity as of June 30, 2021 and December 31, 2020, are as follows:

Company	Registered office	Effective held percentage		Activity
		30.06.2021	31.12.2020	
<u>Parent company</u>				
Ramada Investimentos e Indústria S.A.	Porto	-	-	Management consulting services and shareholding management
<u>Ramada Group</u>				
Ramada Aços, S.A.	Ovar	100%	100%	Steel trade
Planfuro Global, S.A.	Leiria	100%	100%	Metal mould manufacturing
Universal Afir, S.A.	Ovar	100%	100%	Steel trade
F. Ramada II, Imobiliária, S.A.	Ovar	100%	100%	Real estate
Socitrel - Sociedade Industrial de Trefilaria, S.A.	Trofa	100%	100%	Steel wire manufacturing and trade
Socitrel España, S.A.	Spain	100%	100%	Steel wire manufacturing and trade
Expeliarmus - Consultoria, S.A.	Portugal	100%	100%	Shareholding management
Socitrel Solar, Unipessoal, Lda.	Portugal	100%	-	Management of energy production and sale facilities

**NOTES TO THE CONDENSED CONSOLIDATED
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(Amounts expressed in Euro)

These subsidiaries were included in the consolidated financial statements of Ramada Group in accordance with the full consolidation method.

4.2 Investments in associated companies

As at June 30, 2021 and December 31, 2020, the item “Investments in associated companies” can be detailed as follows:

30 June 2021						
Company	% Held	Opening balance	Transfers	Additions	Reductions	Closing balance
Fisio Share – Gestão de Clínicas, S.A	39.71%	4,554,735	-	119,768	-	4,674,503
		4,554,735	-	119,768	-	4,674,503
31 December 2020						
Company	% Held	Opening balance	Transfers	Additions	Reductions	Closing balance
Fisio Share – Gestão de Clínicas, S.A	39.71%	4,500,000	-	54,735	-	4,554,735
		4,500,000	-	54,735	-	4,554,735

As at June 30, 2021 and December 31, 2020, the movement in this caption relates to the application of the equity method to the Group's investment in Fisio Share Gestão de Clínicas, S.A.. This subsidiary is engaged in providing technical and consulting services in the areas of health management and administration and was incorporated in the last quarter of 2019.

The application of the equity method relatively to the six months period ended as at June 30, 2021 was made based on the provisional and unaudited consolidated financial statements of the entity above mentioned, with the impact on net income for the current period being recorded under the caption “Results related to investments”. As at June 30, 2021, the financial participation value amounted to 4,674,503 Euro (4,554,735 Euro as at 31 December 2020). The Board of Directors believes that there will be no materially significant differences between the financial statements used for the purposes of applying this method and the final consolidated financial statements of that entity.

4.3 Other investments

As of June 30, 2021, and December 31, 2020, the caption ‘Other investments’ and respective impairment losses can be detailed as follows:

	30.06.2021	31.12.2020
Gross value		
Opening value	4,967,633	4,445,498
Additions	-	522,135
Closing balance	4,967,633	4,967,633
Accumulated impairment losses (Note 11)		
Opening value	(4,967,633)	(4,445,498)
Additions	-	(522,135)
Closing balance	(4,967,633)	(4,967,633)
Net value	-	-

**NOTES TO THE CONDENSED CONSOLIDATED
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As at June 30, 2021 and December 31, 2020, the Group held 22.52% of the company CEV, S.A. This participated company is engaged in the developments and intellectual protection, production and trade of organic fungicides for agriculture. This investee is not listed and the Group does not have significant influence over this holding, namely due to:

- Has no representation on the Executive Committee of the Subsidiary;
- Has no power to participate in defining operational and financial policies;
- Does not present any material transactions with the Subsidiary;
- Does not contribute to the Subsidiary with technical information.

In view of the above, the Group believes that, having no influence on the company's governance bodies, it should consider this holding as other investment and not as an associate.

The measurement of evidence of investment impairments in other investments takes into consideration, among others, the Companies' financial indicators, its Operating Profit, and the shareholders' return, namely considering its ability to distribute dividends.

5. INVESTMENT PROPERTIES

Investment properties held by Ramada Group relate to lands rented to third parties (Altri Group) under operational leases, through contracts with an average duration of 20 years, and with the possibility of an additional period of four to six years if certain events occur. Investment properties are measured at acquisition cost. The movement occurred in this caption during the six months period ended as of June 30, 2021 and the year ended December 31, 2020 is as follows:

	30.06.2021	31.12.2020
Gross opening balance	89,787,130	89,786,840
Acquisitions	-	290
Disposals	-	-
Gross closing balance	89,787,130	89,787,130
Impairment Losses (Note 11)	(1,100,000)	(1,100,000)
Closing balance	88,687,130	88,687,130

The lease land generated, during the six months period ended as of June 30, 2021, income amounting, to approximately, 3,300,000 Euro (approximately 6,785,000 Euro in December 31, 2020).

The minimum future receipts for leases of forest land amounting, to approximately, 6.8 million Euro in each of the following 5 years. After this period and until the end of the contracts, the minimum future receipts total, approximately 49 million Euro. The rents provided for in each lease agreement are updated at the end of each two-year period, counting from the beginning of the calendar year immediately following the signing of the contract, based on the consumer price index.

Given the land characteristics (land leased to third parties for forestry activity), frequent market transactions comparable for this type of assets do not occur. Accordingly, the Board of Directors considers that it is not possible to reliably estimate the fair value of the land, and, as such, it is recorded at acquisition cost. However, it is the Board of Directors belief that, given the amount of rents collected annually, the market value of these assets will not be significantly different from its book value.

Part of the land amounting to, approximately, 74 million Euros is given as collateral for certain borrowings.

**NOTES TO THE CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS AS OF 30 JUNE 2021**
(TRANSLATION OF NOTES ORIGINALLY ISSUED IN PORTUGUESE – NOTE 16)
(Amounts expressed in Euro)

6. DEFERRED INCOME TAXES

In accordance with current legislation, the tax returns are subject to review and correction by the tax authorities over a period of four years (five years for Social Security), except when tax losses have occurred, tax benefits have been granted, or inspections, complaints or disputes are on-going. In these cases, depending on the circumstances, the above referred period deadlines can be extended or suspended. Therefore, the tax returns of Ramada and its subsidiaries for the years 2017 to 2020 may still be subject to review.

The Board of Directors of Ramada believes that any potential corrections arising from reviews/inspections of these tax returns by the tax authorities will not have a significant effect on the consolidated financial statements as of June 30, 2021.

The movement occurred in deferred tax assets and liabilities in the six months period ended as of June 30, 2021 and 2020, was as follows:

	2021		2020	
	Deferred tax assets	Deferred tax liabilities	Deferred tax assets	Deferred tax liabilities
Balance as at 1 January	3,702,248	917,310	3,724,730	922,826
Consolidation in perimeter	-	-	-	-
Effect on the income statement	-	-	-	-
Balance as at 30 June	3,702,248	917,310	3,724,730	922,826

7. CASH AND CASH EQUIVALENTS

As of June 30, 2021, and December 31, 2020, the caption 'Cash and cash equivalents' included in the consolidated statement of financial position can be detailed as follows:

	30.06.2021	31.12.2020
Cash	22,614	14,055
Bank deposits	44,423,867	54,458,165
Cash and cash equivalents on the statement of financial position	44,446,481	54,472,220
Bank overdrafts (Note 9)	-	(1,496,592)
Cash and cash equivalents on the statement of cash flows	44,446,481	52,975,628

8. SHARE CAPITAL

As of June 30, 2021, Ramada's fully subscribed and paid up capital consisted of 25,641,459 shares with a nominal value of 1 Euro each.

With regard to 2020, the Board of Directors proposed, in its Annual Report, which was approved in the General Meeting held on April 30, 2021, that the individual net result of Ramada Investimentos e Indústria, S.A. in the amount of 9,661,225 Euro was fully distributed as dividends. Additionally, it was also approved in the General Meeting the distribution of Free Reserves in the amount of 5,723,650 Euro, in the form of dividends, to add to the aforementioned distribution of profits.

**NOTES TO THE CONDENSED CONSOLIDATED
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(TRANSLATION OF NOTES ORIGINALLY ISSUED IN PORTUGUESE – NOTE 16)
(Amounts expressed in Euro)

9. BANK LOANS AND OTHER LOANS

As of June 30, 2021, and December 31, 2020, the captions “Bank loans” and “Other loans” can be detailed as follows:

	30.06.2021		31.12.2020	
	Current	Non-current	Current	Non-current
Bank loans	6,000,000	32,487,401	6,000,000	37,487,401
Bank loans	6,000,000	32,487,401	6,000,000	37,487,401
Commercial paper	18,500,000	-	16,500,000	-
Escrow accounts	-	-	-	-
Bank overdrafts (Note 7)	-	-	1,496,592	-
Factoring	1,393,631	-	1,235,681	-
Investment grants	462,206	2,038,756	341,910	2,330,007
Other loans	20,355,837	2,038,756	19,574,183	2,330,007
	<u>26,355,837</u>	<u>34,526,157</u>	<u>25,574,183</u>	<u>39,817,408</u>

It is the Board of Directors understanding that the loans' book value as of June 30, 2021 and December 31, 2020 does not differ significantly from its nominal value.

9.1 Bank Loans:

The nominal amount of bank loans as of June 30, 2021, and December 31, 2020, will be reimbursed as follows:

30.06.2021			31.12.2020		
Repayment year	Amount	Estimated interest ¹	Repayment year	Amount	Estimated interest ¹
Current			Current		
1H 2022	<u>26,355,837</u>	<u>461,227</u>	2021	<u>25,574,183</u>	<u>447,548</u>
Non-current			Non-current		
2H 2022	1,291,251	90,388	2022	6,582,502	460,824
2023	6,582,502	375,574	2023	6,582,502	375,574
2024	6,569,905	290,500	2024	6,569,905	290,500
2025	6,082,500	212,250	2025	6,082,500	212,250
2026	5,500,000	134,000	2026	5,500,000	134,000
2027	3,500,000	67,000	2027	3,500,000	67,000
2028	5,000,000	10,000	2028	5,000,000	10,000
2029	-	-	2029	-	-
	<u>34,526,157</u>	<u>1,179,711</u>		<u>39,817,408</u>	<u>1,550,148</u>
	<u>60,881,994</u>	<u>1,640,938</u>		<u>65,391,591</u>	<u>1,997,696</u>

¹ Interest estimated according to the defined contractual conditions, assuming the market conditions verified in 2021 and 2020, respectively.

During the period of six months ended as of June 30, 2021, these loans bear interest at normal market rates depending on the nature and term of the credit obtained.

During the period of six months ended as of June 30, 2021, and the year ended as of December 31, 2020, the Group did not enter into any loan default.

Additionally, as of June 30, 2021 there are no covenants associated with the loans obtained.

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(TRANSLATION OF NOTES ORIGINALLY ISSUED IN PORTUGUESE – NOTE 16)
(Amounts expressed in Euro)

10. OTHER CURRENT LIABILITIES

As of June 30, 2021, and December 31, 2020, the caption "Other current liabilities" can be detailed as follows:

	30.06.2021	31.12.2020
Accrued expenses:		
Wages and salaries payable, bonuses and other payroll expenses	3,105,522	2,124,541
Other accrued expenses	3,033,452	1,278,959
Deferred income	422,881	400,506
	<u>6,561,855</u>	<u>3,804,006</u>

11. PROVISIONS AND IMPAIRMENT LOSSES

The movements that occurred in provisions and impairment losses for the six months periods ended as of June 30, 2021 and 2020, can be detailed as follows:

30.06.2021						
	Provisions	Impairment losses in debts from third parties	Impairment losses in inventories	Impairment losses in investments (Note 4)	Impairment losses in investment properties (Note 5)	Total
Opening balance	660,000	7,790,528	2,310,742	4,967,633	1,100,000	16,828,903
Increases	-	181,882	-	-	-	181,882
Reversals	-	-	-	-	-	-
Utilizations	-	-	-	-	-	-
Closing balance	<u>660,000</u>	<u>7,972,410</u>	<u>2,310,742</u>	<u>4,967,633</u>	<u>1,100,000</u>	<u>17,010,785</u>

30.06.2020						
	Provisions	Impairment losses in debts from third parties	Impairment losses in inventories	Impairment losses in investments (Note 4)	Impairment losses in investment properties (Note 5)	Total
Opening balance	660,000	7,194,002	2,003,407	4,445,498	1,100,000	15,402,907
Increases	-	272,467	-	-	-	272,467
Reversals	-	-	-	-	-	-
Utilizations	-	-	-	-	-	-
Closing balance	<u>660,000</u>	<u>7,466,469</u>	<u>2,003,407</u>	<u>4,445,498</u>	<u>1,100,000</u>	<u>15,675,374</u>

The increases and reversals of provisions and impairment losses recorded in the six months periods ended June 30, 2021 and 2020 were recorded against the income statement caption "Provisions and impairment losses".

The amount recorded under "Provisions" at June 30, 2021 corresponds to the best estimate by the Board of Directors of the Group Companies to cover losses to be incurred with lawsuits currently in progress and other liabilities.

It is the opinion of the Board of Directors, based on its legal and tax advisors, that as of June 30, 2021, there are no material assets or liabilities associated with probable or possible tax contingencies that should be recognized or disclosed in the financial statements on June 30, 2021.

**NOTES TO THE CONDENSED CONSOLIDATED
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(Amounts expressed in Euro)

12. EARNINGS PER SHARE

Earnings per share for the six months periods ended as of June 30, 2021 and 2020 were determined taking into consideration the following amounts:

	30.06.2021	30.06.2020
Result for calculating basic and diluted earnings per share		
Continued operations	6,167,901	2,536,090
Weighted average number of shares for calculating net income per share	25,641,459	25,641,459
Earnings per share		
For continued operations		
Basic	0.24	0.10
Diluted	0.24	0.10

There are no situations in the Group that might represent a reduction on earnings per share, arising from stock options, warrants, convertible bonds or other rights embedded in ordinary shares.

13. RELATED PARTIES

The main balances with related parties as of June 30, 2021 and 2020 are related with Altri Group and may be detailed as follows:

Related entities	30 June 2021		30 June 2020	
	Trade receivables and other debts from third parties	Trade payables and other debts to third parties	Trade receivables and other debts from third parties	Trade payables and other debts to third parties
Other related entities	3,374,142	-	3,327,727	-

Apart from the companies included in the consolidation (Note 4), the companies considered to be related parties as of June 30, 2021, are the following:

- Actium Capital, S.A.
- Caderno Azul, S.A.
- Livrefluxo, S.A.
- Promendo Investimentos, S.A.
- 1 Thing, Investments, S.A.
- Altri Florestal, S.A.
- Altri Sales, S.A.
- Altri, Participaciones Y Trading, S.L.
- Altri, SGPS, S.A.
- Caima Energia – Empresa de Gestão e Exploração de Energia, S.A.
- Caima – Indústria de Celulose, S.A.
- Captaraiz Unipessoal, Lda.
- Celtejo – Empresa de Celulose do Tejo, S.A.

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- Celulose da Beira Industrial (Celbi), S.A.
- Cofihold, S.A.
- Cofihold II, S.A.
- Cofina Media, S.A.
- Cofina, SGPS, S.A.
- Elege Valor, Lda.
- Grafedisport – Impressão e Artes Gráficas, S.A.
- Inflora – Sociedade de Investimentos Florestais, S.A.
- Mercados Globais – Publicação de Conteúdos, Lda.
- Préstimo – Prestígio Imobiliário, S.A.
- Sociedade Imobiliária Porto Seguro – Investimentos Imobiliários, S.A.
- Valor Autêntico, S.A.
- VASP – Sociedade de Transportes e Distribuições, Lda.
- Viveiros do Furadouro Unipessoal, Lda.
- Florestul, S.A.
- Sociedade de Energia Solar do Alto Tejo (SESAT), Lda.
- Golditábua, S.A.
- Paraimo Green, Lda.
- Greenvolt - Energias Renováveis, S.A.
- Altri Abastecimento de Madeira, S.A.
- Bioródão, S.A.
- Ródão Power - Energia e Biomassa do Ródão, S.A.
- Sociedade Bioelétrica do Mondego, S.A.
- Greenvolt Energias Renováveis Holdco Limited
- Lakeside Topco Limited
- Lakeside Bidco Limited
- Tilbury Green Power Holdings Limited
- Tilbury Green Power Limited

14. SEGMENT INFORMATION

In accordance with the origin and nature of the income generated by the Group, the main segments identified are as follows:

- Industry – includes the commercialization of steel and storage systems, as well as support services (being the latest a residual activity);
- Real estate – includes the assets and activities related to the Group's real estate development.

These segments were identified considering the business units which develop activities whose income and cost may be distinguished, and for which it is produced separate financial information and its operating results are reviewed and taken decisions by the management.

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The segregation of activities by segments as of June 30, 2021 and 2020 is made up as follows:

	30 June 2021			
	Industry	Real estate	Intragroup eliminations	Total
Total assets	140,177,903	101,068,497	(15,186,854)	226,059,546
Total liabilities	62,668,918	58,044,783	(15,186,854)	105,526,847
Investments (a)	2,512,183	-	-	2,512,183
Sales and services rendered and other income from operations with external customers	62,734,372	3,628,493	-	66,362,865
Sales and services rendered and other income with other segments	187,824	405,683	(593,507)	-
EBITDA (b)	6,904,001	2,930,404	-	9,834,405
Amortisation and depreciation	(1,554,527)	(80,445)	-	(1,634,972)
EBIT (c)	5,349,474	2,849,959	-	8,199,433
Financial income	79,256	20	(58,792)	20,484
Financial expenses	(325,618)	(263,155)	58,792	(529,981)
Results related to investments	119,768	-	-	119,768
Income before tax	5,222,880	2,586,824	-	7,809,704
Income tax	(1,072,702)	(569,101)	-	(1,641,803)
Consolidated net profit/(loss) for the period	4,150,178	2,017,723	-	6,167,901

(a) Acquisitions of property, plant and equipment and intangible assets related to the operational activity of the Industry and Real Estate segments

(b) EBITDA = Income before taxes for continued operations + Financial expenses - Financial income + Amortisation and

(c) EBIT = EBITDA + Amortisation and depreciation

	30 June 2020			
	Industry	Real estate	Intragroup eliminations	Total
Total assets	128,086,785	96,168,661	(9,405,645)	214,849,800
Total liabilities	41,627,407	57,326,516	(9,405,645)	89,548,277
Investments (a)	328,473	36,714	-	365,187
Sales and services rendered and other income from operations with external customers	45,539,447	3,635,012	-	49,174,459
Sales and services rendered and other income with other segments	187,824	415,188	(603,012)	-
EBITDA (b)	2,246,276	2,858,845	-	5,105,121
Amortisation and depreciation	(1,497,410)	(103,173)	-	(1,600,583)
EBIT (c)	748,865	2,755,673	-	3,504,538
Financial income	78,167	12	(53,056)	25,123
Financial expenses	(371,646)	(286,000)	53,056	(604,590)
Results related to investments	59,108	-	-	59,108
Income before tax	514,494	2,469,685	-	2,984,178
Income tax	82,893	(530,981)	-	(448,088)
Consolidated net profit/(loss) for the period	597,387	1,938,704	-	2,536,090

(a) Acquisitions of property, plant and equipment and intangible assets related to the operational activity of the Industry and Real Estate segments

(b) EBITDA = Income before taxes for continued operations + Financial expenses - Financial income + Amortisation and

(c) EBIT = EBITDA + Amortisation and depreciation

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15. FINANCIAL STATEMENTS APPROVAL

The financial statements were approved by the Board of Directors and authorized for issuance in July 29, 2021.

16. TRANSLATION NOTE

These consolidated financial statements are a translation of the financial statements originally issued in Portuguese in accordance with IAS 34 – Interim Financial Reporting and with the International Financial Reporting Standards as adopted by the European Union, some of which may not conform or be required by generally accepted accounting principles in other countries. In the event of discrepancies, the Portuguese language version prevails.

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The Chartered Account

The Board of Directors

João Manuel Matos Borges de Oliveira – Chairman

Paulo Jorge dos Santos Fernandes

Domingos José Vieira de Matos

Pedro Miguel Matos Borges de Oliveira

Ana Rebelo de Carvalho Menéres de Mendonça

Laurentina da Silva Martins