



F. RAMADA INVESTIMENTOS, S.G.P.S., S.A.
Open Capital Company

Head Office: Rua do General Norton de Matos, 68, r/c – Porto
Fiscal Number: 508 548 527
Share Capital: 25.641.459 Euros

1Q 2011 Financial Information

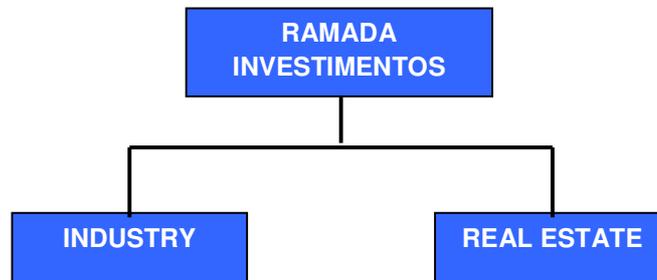


F. Ramada Investimentos was incorporated as of June 1, 2008, as a result of the scission process, of the steel and storage systems business from Altri, SGPS, S.A. (“Altri”). The incorporation of the Company resulted from a projected reorganization aiming to separate the two autonomous business units, corresponding to the holding activities, respectively, in the pulp and paper sector and in the steel and storage systems sector. Therefore, Altri maintains the management of the pulp and paper business unit and a new company - F. Ramada Investimentos, SGPS, S.A. – was incorporated with the autonomous business unit corresponding to the holding activity in the steel and storage systems sector.

Currently, F. Ramada Investimentos is the parent company of a group of companies (“F. Ramada Group”) that, together, develop two business activities: i) Industry, wich includes Steel activity, of which we highlight the sub segment of steel for molds and the storage systems activity; ii) Real Estate, focused in the management of real estate assets.

The Steel activity, with a prominent position in the domestic market, is carried out by two Companies: F. Ramada Aços and Universal Afir.

The Storage Systems activity is carried out by four Companies: F. Ramada Estruturas (largest manufacturer of storage systems in Portugal, and where all Group production is concentrated), Storax Equipements with head office in France, Storax Racking with head office in the United Kingdom and Storax Benelux with head office in Belgium.



The financial information presented below in relation to F. Ramada Group was prepared in accordance with the recognition and measurement criteria of the International Financial Reporting Standards (IFRS), as adopted by the European Union.

Income Statement

	Ramada Group		
	1Q 2011	1Q 2010	Var. %
Sales and services rendered	24 962	19 183	30.1%
Other income	307	74	317.0%
Total income	25 269	19 257	31.2%
Cost of sales	14 006	10 103	38.6%
External supplies and services	4 054	3 325	21.9%
Payroll expenses	3 093	3 104	-0.4%
Provisionas and impairment losses	161	98	64.1%
Other costs	400	208	92.2%
Total Costs (a)	21 714	16 839	28.9%
EBITDA (b)	3 555	2 417	47.1%
EBITDA margin	14.1%	12.6%	
Depreciation and amortization	346	366	-5.5%
EBIT (c)	3 209	2 051	56.4%
EBIT margin	12.7%	10.7%	
Financial expenses	-1 084	-816	
Financial income	114	31	
Financial Results	-970	-785	23.5%
Net profit before income tax	2 239	1 266	
Income tax	-672	-388	
Consolidated net profit attributable to shareholders of Parent company	1 567	878	78.5%

Amounts in thousand Euros

(a) Operating expenses excluding depreciation, financial expenses and income tax

(b) EBITDA= earnings before financial results, income tax, depreciation and amortization

(c) EBIT = earnings before financial results and income tax

In the first quarter of 2011, total turnover of Ramada Group amounted to 25.269 thousand Euros, representing a growth of 31.2% in relation to total turnover in the same period of 2010.

Operating expenses, excluding depreciation and amortization, amounting to 21.714 thousand Euros, present a growth of 28.9%, in relation to the 16.839 thousand Euros achieved in the same period of 2010.

Group's EBITDA in the first quarter 2011 amounted to 3.555 thousand Euros, representing an increase of 47.1% in relation to the same period of 2010. EBITDA margin reached 14.1%, which compares to 12.6% obtained in the same period of 2010.

Ramada Group net profit reached 1.567 thousand Euros, 78.5% above the amount recorded in the first quarter of 2010.

Industry

	1Q 2011	1Q 2010	Variation
Total income	23 788	17 894	32.9%
Total costs (a)	21 462	16 607	29.2%
EBITDA (b)	2 326	1 287	80.7%
EBITDA margin	9.8%	7.2%	
EBIT (c)	2 075	1 018	103.7%
EBIT margin	8.7%	5.7%	
Financial results	(205)	(59)	244.7%
Net profit before income tax	1 870	959	95.0%
Net profit	1 309	663	97.4%

Amounts in thousand Euros

(a) Operating expenses excluding depreciation, financial expenses and income tax

(b) EBITDA= earnings before financial results, income tax, depreciation and amortization

(c) EBIT = earnings before financial results and income tax

During the first quarter 2011, total turnover of the industry segment reached 23.788 thousand Euros, corresponding to an increase of 32.9% in relation to total turnover for the homologous period of 2010.

The total turnover of Storage Systems activity in the first quarter 2011 had an increase of 12% in relation to the same period in 2010, being the foreign market the respective growth engine. The consolidated internationalization of this activity and the geographical dispersion of the businesses, allowed the achievement of a good performance in relation to 2011 first quarter Sales, although the break experienced in the domestic market.

The increase in raw materials' prices accelerated the decision of many businesses, which allowed the orders received in the first quarter of 2011 to present a increase of 23% when compared to the same period in 2010.

The Steel activity Sales during the first quarter 2011 had a significant increase, supported by a price and quantity effect, in relation to the same period of 2010.

The Special Steels market in the period between January to March 2011 experienced a strong growth in relation to prior year, mainly due to the performance of the moulds fabrication sector. The Tools and Equipments sector had also a good rhythm.

The raw materials experienced a rise in price due to an increase in demand without an appropriate response from supply, this latter with a moderate behavior due to the lack of trust in future.

To deal with this increase in demand, the Company had to recruit new workers to production areas, in order to be able to answer to customers' demands in the agreed terms.

Industry segment EBITDA in the first quarter 2011 amounted to 2.326 thousand Euros, representing an increase of 80.7% in relation to the 1.287 thousand Euros recorded in the same period of 2010.

Industry segment EBITDA margin increased from 7.2% in the period January-March 2010 to 9.8% in the same period of 2011.

Industry segment EBIT in the first quarter 2011 amounted to 2.075 thousand Euros, corresponding to an increase of 103.8% in relation to the amount of 1.018 thousand Euros achieved in 2010. EBIT margin increased from 5.7% to 8.7% in 2011.

Industry segment net profit amounted to 1.309 thousand Euros, 97.4% above the amount recorded in the first quarter 2010.

Real Estate

	1Q 2011	1Q 2010	Variation
Total income	1 482	1 363	8.7%
Total costs (a)	252	232	8.6%
EBITDA (b)	1 229	1 130	8.8%
EBIT (c)	1 134	1 033	9.8%
Financial results	(765)	(726)	5.4%
Net profit before income tax	369	307	20.2%
Net profit	258	215	20.2%

Amounts in thousand Euros

(a) Operating expenses excluding depreciation, financial expenses and income tax

(b) EBITDA= earnings before financial results, income tax, depreciation and amortization

(c) EBIT = earnings before financial results and income tax

Total turnover of the Real Estate segment in the first quarter 2011 amounted to 1.482 thousand Euros, representing an increase of 8.7% in relation to the same period in 2010.

In the period January-March 2011 the rents obtained with the long term lease of forestry property represent more than 90% of total income of the Real Estate segment.

Real Estate segment EBITDA in the first quarter 2011 reached 1.229 thousand Euros, representing an increase of 8.8% in relation to the 1.130 thousand Euros recorded in the same period of 2010.

Real Estate segment EBIT in the first quarter 2011 amounted to 1.134 thousand Euros, corresponding to an increase of 9.8% in relation to the 1.033 thousand Euros recorded in 2010.

Financial results of the Real Estate Segment in the first quarter 2011 amounted to -765 thousand Euros, representing an aggravation of 5.4% in relation to the -726 thousand Euros recorded in 2010.

Real Estate segment net profit amounted to 258 thousand Euros, 20.2% above the amount recorded in the first quarter 2010.



Investments

During the first quarter 2011, Ramada Group's investments in operating equipment, amounted to 213 thousand Euros.

Debt

Ramada Group net nominal debt as of March 31, 2011 amounted to 76.397 thousand Euros.

Porto, May 13, 2011

The Board of Directors

F. RAMADA INVESTIMENTOS, SGPS, S.A.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS OF 31 MARCH 2011 AND 31 DECEMBER 2010

(Translation of financial statements originally issued in Portuguese - Note 18)
(Amounts expressed in Euro)

ASSETS	Notes	31.03.2011	31.12.2010
NON CURRENT ASSETS:			
Investment properties	6	84 066 423	81 721 677
Tangible assets		5 267 416	5 330 042
Intangible assets		134 252	90 558
Investments available for sale	4	5 107 036	5 113 284
Deferred tax assets	7	2 055 099	2 098 395
Derivatives	12	247 001	-
Total non current assets		96 877 227	94 353 956
CURRENT ASSETS:			
Inventories		26 526 978	22 473 598
Customers		29 468 308	35 683 381
State and other public entities		496 205	143 814
Other debtors		5 689 828	5 559 626
Other current assets		541 887	1 182 726
Cash and cash equivalents	8	23 281 288	26 730 301
Total current assets		86 004 494	91 773 446
Total assets		182 881 721	186 127 402
<u>SHAREHOLDERS' FUNDS AND LIABILITIES</u>			
SHAREHOLDERS' FUNDS:			
Share capital	9	25 641 459	25 641 459
Legal reserve		4 892 922	4 971 340
Monetary conversion reserves		(847 987)	(740 175)
Other reserves		15 570 100	10 183 019
Consolidated net profit for the year		1 567 301	5 113 696
Total shareholders' funds attributable to the parent company shareholders		46 823 795	45 169 339
Non-controlling interests		-	-
Total Shareholders' funds		46 823 795	45 169 339
LIABILITIES:			
NON CURRENT LIABILITIES			
Bank loans	10	54 901 921	57 387 674
Other non current creditors		67 445	108 710
Provisions	11	302 406	332 102
Derivatives	12	-	438 257
Deferred tax liabilities	7	95 445	94 519
Total non current liabilities		55 367 217	58 361 262
CURRENT LIABILITIES:			
Bank loans	10	3 485 753	14 885 754
Other loans	10	41 290 653	32 190 638
Suppliers		17 328 639	18 535 203
State and other public entities		4 289 133	3 874 724
Other creditors		2 708 421	3 445 059
Other current liabilities		11 588 110	9 665 423
Total current liabilities		80 690 709	82 596 801
Total Shareholders' funds and liabilities		182 881 721	186 127 402

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

The Chartered Accountant

The Board of Directors

F. RAMADA INVESTIMENTOS, SGPS, S.A

**CONSOLIDATED STATEMENTS OF PROFIT AND LOSS BY NATURE
FOR THE THREE MONTHS PERIODS ENDED AS OF 31 MARCH 2011 AND 2010**

(Translation of financial statements originally issued in Portuguese - Note 18)
(Amounts expressed in Euro)

		<u>THREE MONTHS PERIOD ENDED AS OF</u>	
	<u>Notes</u>	<u>31.03.2011</u>	<u>31.03.2010</u>
Sales		22 892 649	17 217 191
Services rendered		2 069 221	1 966 125
Other income		306 552	73 511
Cost of sales		(14 005 617)	(10 103 115)
External supplies and services		(4 053 545)	(3 325 343)
Payroll expenses		(3 092 536)	(3 104 366)
Amortization and depreciation		(346 183)	(366 204)
Provisions and impairment losses	11	(161 247)	(98 267)
Other expenses		(400 450)	(208 311)
Financial expenses	13	(1 084 082)	(815 796)
Financial income	13	114 240	30 682
	Profit before income tax	<u>2 239 002</u>	<u>1 266 107</u>
	Income tax	<u>(671 701)</u>	<u>(387 947)</u>
	Consolidated net profit	<u>1 567 301</u>	<u>878 160</u>
Attributable to:			
Parent company's shareholders		1 567 301	878 160
Earnings per share:			
Basic	14	0.06	0.03
Diluted	14	0.06	0.03

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

The Chartered Accountant

The Board of Directors

F. RAMADA INVESTIMENTOS, SGPS, S.A

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS PERIODS ENDED AS OF 31 MARCH 2011 AND 2010
(Translation of financial statements originally issued in Portuguese - Note 18)
(Amounts expressed in Euro)

	Notes	THREE MONTHS PERIOD ENDED AS OF	
		31.03.2011	31.03.2010
Net consolidated profit for the year		1 567 301	878 160
Exchange differences arising on translation of foreign operations		(107 812)	(6 340)
Change in fair value of cash flow hedging instruments		-	(672 494)
Other comprehensive income for the year		(107 812)	(678 834)
Total comprehensive income for the year		<u>1 459 489</u>	<u>199 326</u>
Attributable to:			
Parent company's shareholders		1 459 489	199 326
Non-controlling interests		-	-

The accompanying notes form an integral part of the consolidated statements of comprehensive income.

The Chartered Accountant

The Board of Directors

F. RAMADA INVESTIMENTOS, SGPS, S.A.

CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' FUNDS
FOR THE THREE MONTHS PERIODS ENDED 31 MARCH 2011 AND 2010

(Translation of financial statements originally issued in Portuguese - Note 18)
(Amounts expressed in Euro)

	NotEs	Atributable to the parent company's Shareholders					Total Shareholder's funds
		Share capital	Legal reserve	Monetary conversion reserves	Other reserves and retained earnings	Net profit	
Balance as of 1 January 2010	9	25 641 459	4 053 661	(845 622)	10 905 212	1 849 872	41 604 582
Total comprehensive consolidated income for the year		-	-	(6 340)	(672 494)	878 160	199 326
Appropriation of the consolidated net profit for 2009:							
Transfer to legal reserve and other reserves		-	290 839	-	1 559 033	(1 849 872)	-
Distributed dividendos		-	-	-	(1 538 488)	-	(1 538 488)
Change in reserves:							
Others		-	1 179	-	(1 179)	-	-
Balance as of 31 Marh 2010		<u>25 641 459</u>	<u>4 345 679</u>	<u>(851 962)</u>	<u>10 252 084</u>	<u>878 160</u>	<u>40 265 420</u>
S Balance as of 1 January 2011	9	25 641 459	4 971 340	(740 175)	10 183 019	5 113 696	45 169 339
Total comprehensive consolidated income for the year		-	-	(107 812)	-	1 567 301	1 459 489
Appropriation of the consolidated net profit for 2010:							
Transfer to legal reserve and other reserves		-	-	-	5 113 696	(5 113 696)	-
Distributed dividendos		-	-	-	-	-	-
Change in reserves:							
Others		-	(78 418)	-	273 385	-	194 967
Balance as of 31 Marh 2011		<u>25 641 459</u>	<u>4 892 922</u>	<u>(847 987)</u>	<u>15 570 100</u>	<u>1 567 301</u>	<u>46 823 795</u>

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

The Chartered Accountant

The Board of Directors

F. RAMADA INVESTIMENTOS, SGPS, S.A.

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THREE MONTHS PERIODS ENDED 31 MARCH 2011 AND 2010
(Translation of financial statements originally issued in Portuguese - Note 18)
 (Amounts expressed in Euro)

	Notes	THREE MONTHS PERIODS ENDED	
		31.03.2011	31.03.2010
Operating activities:			
Collections from customers		37 385 057	27 729 198
Payments to suppliers		(24 278 265)	(13 696 716)
Payments to personnel		(2 013 902)	(2 210 659)
Other collections/payments relating to operating activities		(3 463 511)	(3 080 770)
Corporate income tax		(241 659)	(123 669)
<i>Cash flow from operating activities (1)</i>		<u>7 387 720</u>	<u>8 617 384</u>
Investment activities:			
Collections relating to:			
Investments		-	5 000
Tangible assets		1 000	-
Interest and similar income		111 502	31 059
Payments relating to:			
Investment properties		(3 258 534)	-
Tangible assets		(236 801)	(163 986)
<i>Cash flow from investment activities (2)</i>		<u>(3 382 833)</u>	<u>(132 927)</u>
Financing activities:			
Collections relating to:			
Loans obtained		2 180 614	-
Payments relating to:			
Lease contracts		-	(9 540)
Interest and similar costs		(2 593 828)	(3 243 295)
Loans obtained		(5 485 753)	(4 447 797)
<i>Cash flow from financing activities (3)</i>		<u>(5 898 967)</u>	<u>(7 700 632)</u>
Cash and cash equivalents at the beginning of the year	8	19 925 742	9 870 266
Effect of exchange rate changes		(74 334)	(2 799)
Variation of cash and cash equivalents: (1)+(2)+(3)		(1 894 080)	788 825
Cash and cash equivalents at the end of the year	8	<u>17 957 328</u>	<u>10 656 292</u>

The accompanying notes form an integral part of the consolidated statement of cash flows.

1. INTRODUCTORY NOTE

F. Ramada Investimentos, SGPS, S.A. ("F. Ramada" or "Company") is a Company incorporated as of 1 June 2008, has its head-office located at Rua do General Norton de Matos, 68, r/c - Porto, Portugal and its shares are listed in the NYSE Euronext Lisbon. Its main activity is the management of investments.

F. Ramada was incorporated as a result of the reorganization process of Altri, SGPS, S.A. by demerging the steel sector and storage systems business management area, namely the participation held in F. Ramada – Aços e Indústrias, S.A. representative of the voting rights of the mentioned company. The restructuring involved a simple demerger operation predicted in item 1.a), article 118, of the Commercial Companies Code ("Código das Sociedades Comerciais").

Due to this process, Altri, SGPS, S.A. patrimonial share corresponding to the equity holdings management business unit for the sector of steel and storage systems, including all other resources (such as human resources, assets and liabilities) related to that business unit, was detached to Ramada.

Currently, F. Ramada is the parent company of a group of companies listed in Note 4 (designated as F. Ramada Group), and through this financial holdings structure, focuses its operations in (i) steel trade, (ii) storage systems sales, sector in which the Group already presents a significant international presence, and (iii) real estate.

As of 31 March 2011, the Group developed its activity in Portugal, France, United Kingdom and Belgium.

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

The consolidated financial statements were prepared in accordance with accounting policies defined by the International Financial Reporting Standards and in accordance with IAS 34 – Interim Financial Reporting.

2. MAIN ACCOUNTING POLICIES AND BASIS OF PRESENTATION

The consolidated financial statements as of 31 March 2011 were prepared in accordance with accounting policies defined by the International Financial Reporting Standards and in accordance with IAS 34 – Interim Financial Reporting, and includes the statement of financial position, the income statement, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows, as well as selected notes to the financial statements.

The accounting policies adopted in the preparation of consolidated financial statements of F. Ramada are consistent with accounting policies used in the preparation of financial statements presented for the year ended as of 31 December 2010.

3. CHANGES IN ACCOUNTING POLICIES AND CORRECTION OF ERRORS

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

4. INVESTMENTS

The companies included in the consolidated financial statements by the full consolidation method, its headquarters, percentage of participation held and main activity as of 31 March 2011, are as follows:

Designation	Headquarters	Percentage of participation held	Activity
<u>Parent company:</u>			
F. Ramada Investimentos, SGPS, S.A.	Oporto		Investment management
<u>F. Ramada Group</u>			
F. Ramada, Aços e Indústrias, S.A.	Ovar	100%	Steel commercialization
Universal Afir – Aços Especiais e Ferramentas, S.A.	Oporto	100%	Steel commercialization
F. Ramada – Produção e Comercialização de Estruturas Metálicas de Armazenagem, S.A.	Ovar	100%	Production and commercialization of storage systems
F. Ramada II, Imobiliária, S.A.	Ovar	100%	Real estate
F. Ramada, Serviços de Gestão, Lda.	Ovar	100%	Administration and management services
Storax Equipements, S.A.	Paris, France	100%	Commercialization of storage systems
Storax Racking Systems, Ltd.	Bromsgrove, United Kingdom	100%	Commercialization of storage systems
Storax Benelux, S.A.	Belgium	100%	Commercialization of storage systems

All the above companies were included in the consolidated financial statements of F. Ramada Group in accordance with the full consolidation method.

As of 31 March 2011 and 31 December 2010 the caption “Investments available for sale” and respective impairment losses can be detailed as follows:

	<u>31.03.2011</u>	<u>31.12.2010</u>
Gross book value	5,244,469	5,251,809
Accumulated impairment losses	(137,433)	(138,525)
	<u>5,107,036</u>	<u>5,113,284</u>

As of 31 March 2011 and 31 December 2010, the caption "Investments available for sale" mainly includes the participation held by F. Ramada Investimentos, SGPS, S.A. in the equity of Base Holding SGPS, S.A. in the nominal amount of 5,000,000 Euros, representing a stake of 17.24%.

Additionally, during 2010, F. Ramada Investimentos, SGPS, S.A. acquired a participation of 15% in the equity of Consumo em Verde – Biotecnologia das Plantas, S.A..

Financial investments included under the caption "Investments available for sale" are recorded at acquisition cost, less related impairment losses.

5. CHANGES IN CONSOLIDATION PERIMETER

During the three months period ended as of 31 March 2011 no changes in the Group's consolidation perimeter occurred.

6. INVESTMENT PROPERTIES

Investment properties held by F. Ramada Group relate to land rented to third parties under operational lease. These contracts have an average length of 20 years, with the possibility of an additional period of 10 years if certain events occur. Investment properties are measured at acquisition cost. The movement occurred in this caption during the three months period ended as of 31 March 2011 and the year ended as of 31 December 2010 is as follows:

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS OF 31 MARCH 2011

(Translation of notes originally issued in Portuguese – Note 18)

(Amounts expressed in Euro)

	<u>31.03.2011</u>	<u>31.12.2010</u>
Opening balance	81,721,677	79,117,699
Aquisitions	2,344,746	2,648,401
Disposals	-	(44,423)
Closing balance	<u>84,066,423</u>	<u>81,721,677</u>

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, for which 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, 70 million Euros) is given as collateral for certain borrowings.

7. CURRENT AND 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 ongoing. In these cases, depending on the circumstances, the above referred period deadlines can be extended or suspended. Therefore, the tax returns of F. Ramada and its subsidiaries for the years 2007 to 2010 may still be subject to revision.

The Board of Directors of F. 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 31 March 2011.

The movement occurred in deferred tax assets and liabilities in the three months periods ended as of 31 March 2011 and 2010 was as follows:

	<u>30.03.2011</u>	
	<u>Deferred tax assets</u>	<u>Deferred tax liabilities</u>
Balance as of 01.01.2011	2,098,395	94,519
Effects on Income Statement:		
Fair Value of Derivatives (Note 12)	116,138	(65,455)
Other effects	(159,434)	66,381
Balance as of 31.03.2011	<u>2,055,099</u>	<u>95,445</u>
	<u>31.03.2010</u>	
	<u>Deferred tax assets</u>	<u>Deferred tax liabilities</u>
Balance as of 01.01.2010	3,112,579	159,375
Effects on Income Statement:		
Fair Value of Derivatives	200,677	(41,787)
Other effects	13,105	-
Balance as of 31.03.2010	<u>3,313,256</u>	<u>117,588</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS OF 31 MARCH 2011

(Translation of notes originally issued in Portuguese – Note 18)

(Amounts expressed in Euro)

8. CASH AND CASH EQUIVALENTS

As of 31 March 2011 and 2010 the caption “Cash and cash equivalents” included in the consolidated statement of financial position can be detailed as follows:

	<u>31.03.2011</u>	<u>31.12.2010</u>
Cash	25,404	1,572,713
Bank deposits	<u>23,255,883</u>	<u>25,157,588</u>
	<u>23,281,288</u>	<u>26,730,301</u>
Bank overdrafts (Note 10)	(5,323,960)	(6,804,559)
Cash and cash equivalents	<u><u>17,957,328</u></u>	<u><u>19,925,742</u></u>

9. SHARE CAPITAL

As of 31 March 2011 F. Ramada’s fully subscribed and paid up capital consisted of 25,641,459 shares with a nominal value of 1 Euro each. As of that date, F. Ramada Investimentos, SGPS, S.A. and its affiliates did not hold own shares.

Additionally, as of 31 March 2011 there were no entities holding a share in the subscribed capital of, at least, 20%.

10. BANK LOANS AND OTHER LOANS

As of 31 March 2011 and 31 December 2010, the captions “Bank loans” and “Other loans” can be detailed as follows:

	<u>31.03.2011</u>		<u>31.12.2010</u>	
	<u>Current</u>	<u>Non-Current</u>	<u>Current</u>	<u>Non-Current</u>
Bank loans	<u>3,485,753</u>	<u>54,901,921</u>	<u>14,885,754</u>	<u>57,387,674</u>
Bank loans	<u>3,485,753</u>	<u>54,901,921</u>	<u>14,885,754</u>	<u>57,387,674</u>
Commercial paper	19,000,000	-	19,000,000	-
Current account	14,000,000	-	3,500,000	-
Bank overdrafts	5,323,960	-	6,804,559	-
Factoring	2,966,693	-	2,886,079	-
Other loans	<u>41,290,653</u>	<u>-</u>	<u>32,190,638</u>	<u>-</u>
	<u><u>44,776,406</u></u>	<u><u>54,901,921</u></u>	<u><u>47,076,392</u></u>	<u><u>57,387,674</u></u>

As of 31 March 2011 and 31 December 2010 there were no differences between the book value and nominal value of the bond loans.

During the three months period ended as of 31 March 2011 these loans borne interest at normal market rates depending on the nature and term of the credit obtained.

During the three months period ended as of 31 March 2011 and the year ended as of 31 December 2010 the Group did not enter into any loan default.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS OF 31 MARCH 2011

(Translation of notes originally issued in Portuguese – Note 18)

(Amounts expressed in Euro)

11. MOVEMENT IN PROVISIONS AND IMPAIRMENT LOSSES

The movements occurred in provisions and impairment losses for the three months periods ended as of 31 March 2011 and 2010 may be detailed as follows:

	31.03.2011		
	Provisions	Impairment losses in accounts receivable (a)	Total
Opening balance	332,102	25,563,924	25,896,026
Exchange rate variation	(2,982)	(3,197)	(6,179)
Increases	18,030	143,217	161,247
Reversals	-	-	-
Utilizations	(44,743)	-	(44,743)
Closing balance	<u>302,407</u>	<u>25,703,944</u>	<u>26,006,351</u>

(a) - includes 1,104,512 Euro related to impairment in accounts receivable recorded as non-current assets.

	31.03.2010		
	Provisions	Impairment losses in accounts receivable (a)	Total
Opening balance	192,507	24,997,207	25,189,714
Exchange rate variation	(192)	(218)	(410)
Increases	13,755	84,512	98,267
Reversals	-	-	-
Utilizations	-	-	-
Closing balance	<u>206,070</u>	<u>25,081,501</u>	<u>25,287,571</u>

(a) - includes 1,104,512 Euro related to impairment in accounts receivable recorded as non-current assets.

The increases and reversals recorded in provisions and impairment losses for the three months periods as of 31 March 2011 and 2010 were recorded in the profit and loss statement caption "Provisions and impairment losses".

The reversal of provisions and impairment losses occurred in the three months periods ended as of 31 March 2011 and 2010 were recording in the caption "Other income" in the Income Statement.

The amount recorded in the caption "Provisions" as of 31 March 2010 relates to the Board of Directors' best estimate to cover possible losses arising from legal actions in progress.

12. DERIVATIVE FINANCIAL INVESTMENTS

In order to reduce the exposure to interest rate volatility, the Group has engaged in interest rate swap contracts. These contracts were evaluated in accordance with its fair value as of the statement of financial position date, being the corresponding amount recognized in the caption "Derivatives".

Derivative financial instruments recorded in the financial statements as of 31 March 2011 correspond to interest rate swaps, related with the loans to finance the Group. The Board of Directors believes that these derivatives do not fully comply with the requirements set by IAS 39 – Financial Instruments: Recognition and Measurement, to qualify as hedge instruments, and, as such, the changes in fair value of these derivatives have been recorded in the income statement for the year.

The movement during the three months period ended as of 31 March 2011 and the year ended as of 31 December 2010 can be presented as follows:

	31.03.2011	31.12.2010
Opening balance	(438,257)	157,685
Increases / (decreases)	685,258	(595,942)
Closing balance	<u>247,001</u>	<u>(438,257)</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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(Translation of notes originally issued in Portuguese – Note 18)

(Amounts expressed in Euro)

As of 31 March 2011 the Company had engaged in several financial instruments contracts to hedge interest rate (basically denominated "IRS" and "CPC"), which have maturities ranging from 2011 to 2016 and whose market value, based on an evaluation of external financial entities, amounted to 247,001 Euro as of 31 March 2011.

In addition to the change in fair value of derivative instruments occurred in the three months period ended as of 31 March 2011, the income statement for the three months period ended as of 31 March 2010 also includes the amount of interest incurred by the Group related to these derivatives instruments.

13. FINANCIAL RESULTS

The consolidated financial results for the three months periods ended as of 31 March 2011 and 2010 can be detailed as follows:

	<u>31.03.2011</u>	<u>31.03.2010</u>
Financial expenses:		
Interest	(753,422)	(672,939)
Other financial expenses	(330,660)	(142,857)
	<u>(1,084,082)</u>	<u>(815,796)</u>
Financial income:		
Interest	109,236	271
Other financial income	5,004	30,411
	<u>114,240</u>	<u>30,682</u>

The interests paid and recognised in the profit and loss statement for the three months periods ended as of 31 March 2011 and 2010 are totally related with loans obtained.

The interest income recorded in the financial statements for the three months periods ended as of 31 March 2011 and 2010 result primarily from investments made during the year.

14. EARNINGS PER SHARE

Earnings per share for the three months periods ended as of 31 March 2011 and 2010 were determined taking into consideration the following amounts:

	<u>31.03.2011</u>	<u>31.03.2010</u>
Net profit considered for the computation of basic and diluted earning	1,567,301	878,160
Weighted average number of shares used to compute the basic and diluted earnings per share	25,641,459	25,641,459
Earnings per share		
Basic	0.06	0.03
Diluted	0.06	0.03

15. RELATED PARTIES

The main balances with related parties as of 31 March 2011 and 2010 with related entities are with Altri Group and may be detailed as follows:

Related parties	31.03.2011		
	Accounts Receivable	Accounts Payable	Receivable Rents
Altri Group	2,217,218	172,806	1,350,000

Related parties	31.03.2010		
	Contas a receber	Contas a pagar	Rendas a receber
Altri Group	4,617,052	4,533,606	1,350,000

Apart from the companies included in the consolidation (Note 4), the companies considered to be related parties as of 31 March 2011, can be presented as follows:

Cofihold, SGPS, S.A.

Altri Group

Altri, SGPS, S.A.

Celulose do Caima, SGPS, S.A.

Caima Indústria de Celulose, S.A.

Altri Florestal, S.A.

Caima Energia – Empresa de Gestão e Exploração de Energia, S.A.

Invescaima – Investimentos e Participações, SGPS, S.A.

Inflora – Sociedade de Investimentos Florestais, S.A.

Socasca – Recolha e Comércio de Recicláveis, S.A.

Celtejo – Empresa de Celulose do Tejo, S.A.

Ródão Power, S.A. - Energia e Biomassa do Ródão, S.A.

Altri - Energias Renováveis, SGPS, S.A.

Celbi – Celulose da Beira Industrial, S.A.

Celbinave – Tráfego e Estiva SGPS, Unipessoal, Lda.

Viveiros do Furadouro Unipessoal, Lda.

Altri, Participaciones Y Trading, S.L.

Altri Sales, S.A.

Pedro Frutícola, Sociedade Frutícola, Lda.

Captaraiz Unipessoal, Lda.

Cofina Group

Cofina, SGPS, S.A.

Cofina B.V.

Efe Erre – Participações, SGPS, S.A.

Cofina Media, SGPS, S.A.

Presselivre – Imprensa Livre, S.A.

Edisport – Sociedade de Publicações, S.A.

Edirevistas – Sociedade Editorial, S.A.

Mediafin, SGPS, S.A.

Metronews – Publicações, S.A.

Grafedisport – Impressão e Artes Gráficas, S.A.

Web Works – Desenvolvimento de Aplicações para Internet, S.A.

Transjornal – Edição de Publicações, S.A.

Cofina – Eventos e Comunicação, S.A.

VASP – Sociedade de Transportes e Distribuições, Lda.

AdCom Media Anúncios e Publicidade, S.A.

Destak Brasil – Empreendimentos e Participações, S.A.

Mercados Globais – Publicação de Conteúdos, Lda.

16. 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.

The segregation of activities by segments as of 31 March 2011 and 2010 is made up as follows:

	31.03.2011		31.03.2010	
	Industry	Real estate	Industry	Real estate
Net operating income				
Resulting from operations with external customers	23 786 854	1 481 568	17 894 036	1 362 791
Resulting from operations with other segments	2 088	301 125	2 088	313 740
Operating Cash-flow (a)	2 325 893	1 229 135	1 286 985	1 130 441
Amortisation and depreciation	250 597	95 586	268 365	97 839
Operation profit	2 075 296	1 133 549	1 018 620	1 032 602
Total assets	92 757 531	90 124 190	64 736 918	92 400 277
Total liabilities	55 609 596	80 448 330	31 900 176	84 971 599
Investment of the period (b)	212 661	-	69 683	-

(a) - Earnings before interests,taxes,depreciation and amortisation

(b) - Tangible assets,intangible assets and investments additions

17. FINANCIAL STATEMENTS APPROVAL

The financial statements were approved by the Board of Directors and authorized for issuance in 10 May 2011.

18. EXPLANATION ADDED FOR TRANSLATION

These consolidated financial statements are a translation of financial statements originally issued in Portuguese in accordance with International Financial Reporting Standards (IFRS/IAS), 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.

The Board of Directors

João Manuel Matos Borges de Oliveira – President

Paulo Jorge dos Santos Fernandes

Pedro Macedo Pinto de Mendonça

Domingos José Vieira de Matos

Pedro Miguel Matos Borges de Oliveira

Ana Rebelo Mendonça Fernandes