



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 2012 Financial Information
(Not audited)

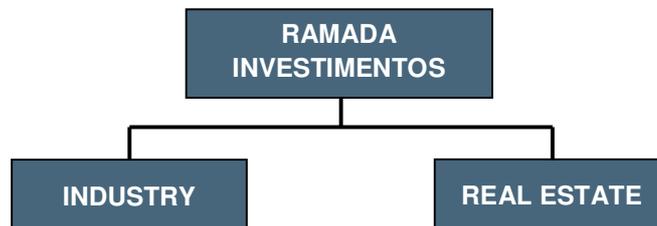


F. Ramada Investimentos was incorporated as of June 1, 2008, as a result of the demerger process, of the steel and storage systems business from Altri, SGPS, S.A. (“Altri”).

Currently, F. Ramada Investimentos is the parent company of a group of companies (“F. Ramada Group”) that, together, develop two business activities: i) Industry, which includes Steel activity, of which we highlight the sub segment of steel for molds and the storage systems activity; e 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

	1Q 2012	1Q 2011	Var. %
Sales and services rendered	28,393	24,962	13.7%
Other income	225	308	-26.8%
Total income	28,618	25,269	13.3%
Cost of sales	16,633	14,006	18.8%
External supplies and services	4,445	4,054	9.7%
Payroll expenses	3,236	3,093	4.6%
Other costs	616	561	9.9%
Total Costs (a)	24,930	21,714	14.8%
EBITDA (b)	3,688	3,555	3.7%
EBITDA margin	12.9%	14.1%	
Depreciation and amortization	325	346	-6.2%
EBIT (c)	3,364	3,209	4.8%
EBIT margin	11.8%	12.7%	
Financial Results	-1,208	-970	-24.6%
Net profit before income tax	2,155	2,239	
Income tax	-622	-672	
Consolidated net profit attributable to shareholders of Parent company	1,533	1,567	-2.2%

Amounts in thousands 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 2012, total turnover of Ramada Group amounted to 28,618 thousand Euros, representing a growth of 13.3% in relation to total turnover in the same period of 2011.

Operating expenses, excluding depreciation and amortization, amounting to 24,930 thousand Euros, present a growth of 14.8% in relation to the 21.714 thousand Euros achieved in the same period of 2011.

Group's EBITDA in the first quarter 2012 amounted to 3,688 thousand Euros, representing an increase of 3.7% in relation to the same period of 2011. EBITDA margin reached 12.9%, which compares to 14.1% obtained in the same period of 2011.

In the first quarter 2012 the Group's financial results, amounting to -1,208 thousand Euros, representing a decrease of 24.6% in relation to the -970 thousand Euros recorded in 2011, being the increase of interest rates the main reason for this aggravation.

Ramada Group net profit reached 1,533 thousand Euros, 2.2% lower than in the first quarter of 2011.

Industry

	1Q 2012	1Q 2011	Variation
Total income	26,682	23,788	12.2%
Total costs (a)	24,210	21,462	12.8%
EBITDA (b)	2,472	2,326	6.3%
EBITDA margin	9.3%	9.8%	
EBIT (c)	2,246	2,075	8.2%
EBIT margin	8.4%	8.7%	
Financial results	(269)	(205)	-30.9%
Net profit before income tax	1,978	1,870	5.8%
Net profit	1,408	1,309	7.6%

(Amounts in thousands 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 2012, total turnover of the industry segment reached 26,682 thousand Euros, corresponding to an increase of 12.2% in relation to total turnover for the homologous period of 2011.

Turnover of Steel activity in the first quarter 2012 had an increase when compared to the same period of 2011, despite the difficult environment, with loss of sales due to our customers' financial difficulties.

The molds fabrication sector continues with strong activity, showing that the automotive industry remains focused on the models renewal.

Additionally, the sector of general mechanics, construction of equipment and maintenance, revealed a drop when compared to 2011.

The steel industry continues to push up steel price but the market remains in a weak level, not allowing the price increase.

The total turnover of Storage Systems activity in the first quarter 2012 had an increase above 25% in relation to the same period in 2011. Storax Equipements with head office in France and Storax Benelux with head office in Belgium contributed significantly to this growth, with sales growth exceeding 100%.

Industry segment EBITDA in the first quarter 2012 amounted to 2,472 thousand Euros, representing an increase of 6.3% in relation to the 2,326 thousand Euros recorded in the same period of 2011.

Industry segment EBITDA margin decreased from 9.8% in the period January-March 2011 to 9.3% in the same period of 2012.

Industry segment EBIT in the first quarter 2012 amounted to 2,246 thousand Euros, corresponding to an increase of 8.2% in relation to the amount of 2,075 thousand Euros achieved in 2011. EBIT margin decreased from 8.7% in 2011 to 8.4% in 2012.

Industry segment net profit amounted to 1,408 thousand Euros, 7.6% above the amount recorded in the first quarter 2011.

Real Estate

	1Q 2012	1Q 2011	Variation
Total income	1,936	1,482	30.7%
Total costs (a)	720	252	185.2%
EBITDA (b)	1,216	1,229	-1.1%
EBIT (c)	1,117	1,134	-1.4%
Financial results	(939)	(765)	-22.9%
Net profit before income tax	178	369	-51.8%
Net profit	124	258	-51.8%

(Amounts in thousands 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 2012 amounted to 1,936 thousand Euros, representing an increase of 30.7% in relation to the same period in 2011. This growth is due to an extraordinary disposal in the amount of 490 thousand Euros.

Real Estate segment EBITDA in the first quarter 2012 reached 1,216 thousand Euros, representing a decrease of 1.1% in relation to the 1,229 thousand Euros recorded in the same period of 2011.

Real Estate segment EBIT in the first quarter 2012 amounted to 1,117 thousand Euros, corresponding to a decrease of 1.4% in relation to the 1,134 thousand Euros recorded in 2011.

Financial results of the Real Estate Segment in the first quarter 2012 amounted to -939 thousand Euros, representing a decrease of 22.9% in relation to the -765 thousand Euros recorded in 2011.

Real Estate segment net profit amounted to 124 thousand Euros, 51.8% below the amount recorded in the first quarter 2011.



Investments

During the first quarter 2012 Ramada Group's investments in operating equipment amounted to 231 thousand Euros.

Debt

Ramada Group net nominal debt as of March 31, 2012 amounted to 76,234 thousand Euros.

Porto, May 11, 2012

The Board of Directors

F. RAMADA INVESTIMENTOS, SGPS, S.A.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS OF 31 MARCH 2012 AND 31 DECEMBER 2011

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

ASSETS	Notes	31.03.2012	31.12.2011
NON CURRENT ASSETS:			
Investment properties	6	86.010.729	85.860.729
Tangible assets		5.000.423	5.046.685
Intangible assets		87.722	105.002
Investments available for sale	4	8.349.012	8.198.581
Deferred tax assets	7	1.910.570	1.910.570
Total non current assets		101.358.456	101.121.567
CURRENT ASSETS:			
Inventories		25.539.296	25.445.515
Customers		33.254.938	39.384.208
State and other public entities		1.182.527	1.003.504
Other debtors		2.154.856	603.868
Other current assets		772.325	215.090
Cash and cash equivalents	8	16.001.404	16.112.789
Total current assets		78.905.346	82.764.974
Total assets		180.263.802	183.886.541
SHAREHOLDERS' FUNDS AND LIABILITIES			
SHAREHOLDERS' FUNDS:			
Share capital	9	25.641.459	25.641.459
Legal reserve		5.338.928	5.338.928
Monetary conversion reserves		(616.143)	(619.903)
Other reserves		19.733.757	13.323.943
Consolidated net profit for the year		1.532.919	6.409.814
Total shareholders' funds attributable to the parent company shareholders		51.630.920	50.094.241
Non-controlling interests		-	-
Total Shareholders' funds		51.630.920	50.094.241
LIABILITIES:			
NON CURRENT LIABILITIES			
Bank loans	10	50.935.267	54.421.020
Other non current creditors		48.000	135.309
Provisions	11	673.699	658.848
Deferred tax liabilities	7	81.485	81.485
Total non current liabilities		51.738.451	55.296.662
CURRENT LIABILITIES:			
Bank loans	10	3.977.927	4.072.139
Other loans	10	37.322.285	36.858.492
Derivatives	12	571.499	545.411
Suppliers		15.529.999	15.615.828
State and other public entities		5.037.362	4.728.097
Other creditors		1.612.606	2.238.305
Other current liabilities		12.842.753	14.437.366
Total current liabilities		76.894.431	78.495.638
Total Shareholders' funds and liabilities		180.263.802	183.886.541

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 2012 AND 2011**

(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>31.03.2012</u>	<u>31.03.2011</u>
Sales		26.091.163	22.892.649
Services rendered		2.301.782	2.069.221
Other income		225.241	306.552
Cost of sales		(16.632.804)	(14.005.617)
External supplies and services		(4.444.803)	(4.053.545)
Payroll expenses		(3.235.857)	(3.092.536)
Amortization and depreciation		(324.793)	(346.183)
Provisions and impairment losses	11	(343.449)	(161.247)
Other expenses		(272.946)	(400.450)
Financial expenses	13	(1.260.731)	(1.084.082)
Financial income	13	52.584	114.240
	Profit before income tax	<u>2.155.387</u>	<u>2.239.002</u>
	Income tax	<u>(622.468)</u>	<u>(671.701)</u>
	Consolidated net profit	<u>1.532.919</u>	<u>1.567.301</u>
Attributable to:			
Parent company's shareholders		1.532.919	1.567.301
Earnings per share:			
Basic	14	0,06	0,06
Diluted	14	0,06	0,06

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 2012 AND 2011**

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

	Notes	THREE MONTHS PERIOD ENDED AS OF	
		31.03.2012	31.03.2011
Net consolidated profit for the year		1.532.919	1.567.301
Exchange differences arising on translation of foreign operations		3.760	(107.812)
Other comprehensive income for the year		3.760	(107.812)
Total comprehensive consolidated income for the year		<u>1.536.679</u>	<u>1.459.489</u>
Attributable to:			
Parent company's shareholders		1.536.679	1.459.489
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 2012 AND 2011**

(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 2011	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 other reserves and retained earnings	-	-	-	5.113.696	(5.113.696)	-
Change in reserves:						
Others	-	(78.418)	-	273.385	-	194.967
Balance as of 31 March 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>
Balance as of 1 January 2012	25.641.459	5.338.928	(619.903)	13.323.943	6.409.814	50.094.241
Total comprehensive consolidated income for the year	-	-	3.760	-	1.532.919	1.536.679
Appropriation of the consolidated net profit for 2011:						
Transfer to other reserves and retained earnings	-	-	-	6.409.814	(6.409.814)	-
Balance as of 31 March 2012	<u>25.641.459</u>	<u>5.338.928</u>	<u>(616.143)</u>	<u>19.733.757</u>	<u>1.532.919</u>	<u>51.630.920</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 2012 AND 2011
 (Translation of financial statements originally issued in Portuguese - Note 18)
 (Amounts expressed in Euro)

	Notes	THREE MONTHS PERIOD ENDED AS OF	
		31.03.2012	31.03.2011
Operating activities:			
Collections from customers		35.578.519	37.385.057
Payments to suppliers		(21.660.642)	(24.278.265)
Payments to personnel		(2.589.169)	(2.013.902)
Other collections/payments relating to operating activities		(3.628.771)	(3.463.511)
Corporate income tax		(54.449)	(241.659)
<i>Cash flow from operating activities (1)</i>		<u>7.645.488</u>	<u>7.387.720</u>
Investment activities:			
Collections relating to:			
Tangible assets		7.035	1.000
Interest and similar income		47.801	111.502
Payments relating to:			
Investments		(1.239.254)	-
Investment properties		(150.000)	(3.258.534)
Tangible assets		(343.093)	(236.801)
Intangible assets		(7.488)	-
<i>Cash flow from investment activities (2)</i>		<u>(1.684.999)</u>	<u>(3.382.833)</u>
Financing activities:			
Collections relating to:			
Loans obtained		1.600.000	2.180.614
Payments relating to:			
Interest and similar costs		(2.957.327)	(2.593.828)
Loans obtained		(5.299.485)	(5.485.753)
<i>Cash flow from financing activities (3)</i>		<u>(6.656.812)</u>	<u>(5.898.967)</u>
Cash and cash equivalents at the beginning of the period	8	12.785.230	19.925.742
Effect of exchange rate changes		1.626	(74.334)
Variation of cash and cash equivalents: (1)+(2)+(3)		(696.323)	(1.894.080)
Cash and cash equivalents at the end of the period	8	<u>12.090.533</u>	<u>17.957.328</u>

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

The Chartered Accountant

The Board of Directors

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, essentially to the molds fabrication sector, (ii) storage systems sales, sector in which the Group already presents a significant international presence, and (iii) real estate.

As of 31 March 2012, 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 2012 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 2011.

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 2012, 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.	Ovar	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 2012 and 31 December 2011 the caption "Investments available for sale" and respective impairment losses can be detailed as follows:

	<u>31.03.2012</u>	<u>31.12.2011</u>
Gross book value	9,652,994	9,502,563
Accumulated impairment losses	(1,303,982)	(1,303,982)
	<u><u>8,349,012</u></u>	<u><u>8,198,581</u></u>

As of 31 March 2012 and 31 December 2011, 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. corresponding to 15.92% of the share capital of that company.

Additionally, this caption also includes a participation of 15% in the equity of Consumo em Verde – Biotecnologia das Plantas, S.A., increased by loans granted.

As of 31 March 2012 and 31 December 2011 impairment losses were established for investments available for sale in the amount of 1,303,982 Euros.

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 2012 no changes in the Group's consolidation perimeter occurred.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS OF 31 MARCH 2012

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

(Amounts expressed in Euro)

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 2012 and the year ended as of 31 December 2011 is as follows:

	<u>31.03.2012</u>	<u>31.12.2011</u>
Opening balance	85,860,729	81,721,677
Aquisitions	150,000	4,200,213
Disposals	-	(61,161)
Closing balance	<u>86,010,729</u>	<u>85,860,729</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 2008 to 2011 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 2012.

The movement occurred in deferred tax assets and liabilities in the three months periods ended as of 31 March 2012 and 2011 was as follows:

	<u>31.03.2012</u>	
	<u>Deferred tax assets</u>	<u>Deferred tax liabilities</u>
Balance as of 01.01.2012	1.910.570	81.485
Effects on Income Statement:		
Fair Value of Derivatives	-	-
Other effects	-	-
Balance as of 31.03.2012	<u>1.910.570</u>	<u>81.485</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS OF 31 MARCH 2012

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

(Amounts expressed in Euro)

	31.03.2011	
	Deferred tax assets	Deferred tax liabilities
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>

8. CASH AND CASH EQUIVALENTS

As of 31 March 2012 and 31 December 2011 the caption “Cash and cash equivalents” included in the consolidated statement of financial position can be detailed as follows:

	31.03.2012	31.12.2011
Cash	23,856	672,238
Bank deposits	<u>15,977,548</u>	<u>15,440,551</u>
	<u>16,001,404</u>	<u>16,112,789</u>
Bank overdrafts (Note 10)	(3,910,871)	(3,327,559)
Cash and cash equivalents	<u>12,090,533</u>	<u>12,785,230</u>

9. SHARE CAPITAL

As of 31 March 2012 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 2012 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 2012 and 31 December 2011, the captions “Bank loans” and “Other loans” can be detailed as follows:

	31.03.2012		31.12.2011	
	Current	Non-Current	Current	Non-Current
Bank loans	3.977.927	50.935.267	4.072.139	54.421.020
Bank loans	<u>3.977.927</u>	<u>50.935.267</u>	<u>4.072.139</u>	<u>54.421.020</u>
Commercial paper	17.750.000	-	17.750.000	-
Escrow account	13.700.000	-	13.550.000	-
Bank overdrafts	3.910.871	-	3.327.559	-
Factoring	1.961.414	-	2.230.933	-
Other loans	<u>37.322.285</u>	<u>-</u>	<u>36.858.492</u>	<u>-</u>
	<u>41.300.212</u>	<u>50.935.267</u>	<u>40.930.631</u>	<u>54.421.020</u>

As of 31 March 2012 and 31 December 2011 there were no differences between the book value and nominal value of the bond loans.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS OF 31 MARCH 2012

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

(Amounts expressed in Euro)

During the three months period ended as of 31 March 2012 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 2012 and the year ended as of 31 December 2011 the Group did not enter into any loan default.

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 2012 and 2011 may be detailed as follows:

	31.03.2012		
	Provisions	Impairment losses in accounts receivable	Total
Opening balance	658.848	25.178.120	25.836.968
Exchange rate variation	120	264	384
Increases	26.649	316.800	343.449
Reversals	-	-	-
Utilizations	(11.918)	(1.761)	(13.679)
Closing balance	<u>673.699</u>	<u>25.493.423</u>	<u>26.167.122</u>

	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)
Transfers	-	-	-
Closing balance	<u>302.407</u>	<u>25.703.944</u>	<u>26.006.351</u>

(a) - includes 1,104,512 Euros 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 2012 and 2011 were recorded in the profit and loss statement caption “Provisions and impairment losses”.

The amount recorded in the caption “Provisions” as of 31 March 2012 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 2012 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.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS OF 31 MARCH 2012

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

(Amounts expressed in Euro)

The movement during the three months period ended as of 31 March 2012 and the year ended as of 31 December 2011 can be presented as follows:

	<u>31.03.2012</u>	<u>31.12.2011</u>
Opening balance	(545,411)	(438,257)
Increases / (decreases)	(26,088)	(107,154)
Closing balance	<u>(571,499)</u>	<u>(545,411)</u>

As of 31 March 2012 the Company had engaged in several financial instruments contracts to hedge interest rate (basically denominated "IRS" and "CPC"), which have maturities ranging from 2013 to 2016.

In addition to the change in fair value of derivative instruments occurred in the three months period ended as of 31 March 2012, the income statement for the three months period ended as of 31 March 2012 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 2012 and 2011 can be detailed as follows:

	<u>31.03.2012</u>	<u>31.03.2011</u>
Financial expenses:		
Interest	(956,820)	(753,422)
Other financial expenses	(303,911)	(330,660)
	<u>(1,260,731)</u>	<u>(1,084,082)</u>
Financial income:		
Interest	52,103	109,236
Other financial income	481	5,004
	<u>52,584</u>	<u>114,240</u>

The interests paid and recognized in the profit and loss statement for the three months periods ended as of 31 March 2012 and 2011 are totally related with loans obtained.

The interest income recorded in the financial statements for the three months periods ended as of 31 March 2012 and 2011 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 2012 and 2011 were determined taking into consideration the following amounts:

	<u>31.03.2012</u>	<u>31.03.2011</u>
Net profit considered for the computation of basic and diluted earning	1,532,919	1,567,301
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	0.06
Diluted	0.06	0.06

15. RELATED PARTIES

The main balances with related parties as of 31 March 2012 and 2011 with related entities are with Altri Group and may be detailed as follows:

Related parties	31.03.2012		
	Accounts Receivable	Accounts Payable	Receivable Rents
Altri Group	2,027,700	124,738	1,425,000

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

Apart from the companies included in the consolidation (Note 4), the companies considered to be related parties as of 31 March 2012, can be presented as follows:

Cofihold, SGPS, S.A.
 Caderno Azul, SGPS, S.A.
 Caminho Aberto, SGPS, S.A.
 Livre Fluxo, SGPS, S.A.
 Valor Autêntico, SGPS, S.A.
 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.
 Celtejo – Empresa de Celulose do Tejo, 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, S.A.
 Captaraiz Unipessoal, Lda.
 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.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS OF 31 MARCH 2012

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

(Amounts expressed in Euro)

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 2012 and 2011 is made up as follows:

	31.03.2012		31.03.2011	
	Industry	Real estate	Industry	Real estate
Net operating income:				
Resulting from operations with external customers	26.682.149	1.936.037	23.786.854	1.481.568
Resulting from operations with other segments	2.088	310.728	2.088	301.125
Operating Cash-flow (a)	2.472.130	1.216.197	2.325.893	1.229.135
Amortisation and depreciation	225.790	99.003	250.597	95.586
Operating profit	2.246.340	1.117.194	2.075.296	1.133.549
Total assets	87.509.727	92.754.075	92.757.531	90.124.190
Total liabilities	47.035.999	81.596.883	55.609.596	80.448.330
Investment of the period (b)	230.786	-	212.661	-

(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 May 10, 2012.

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 de Carvalho Menéres de Mendonça