



RAMADA

INVESTMENTS AND INDUSTRY

Financial Information

First Quarter of 2015

(Unaudited)



80 YEARS
Investing in industry

Ramada Group - business profile

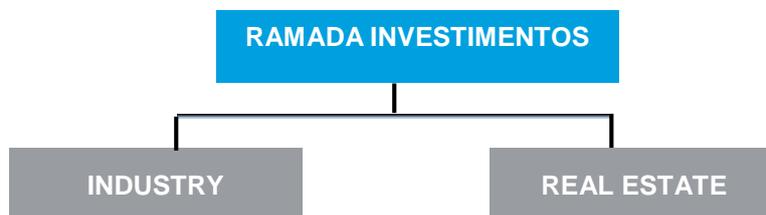
F. Ramada Investimentos was incorporated as of June 1, 2008, as a result of the demerger process, of the steel and storage systems business from Altri, SGPS, S.A. (“Altri”).

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, the activity of Storage Systems, as well as the activity related to financial investments, consisting on acquiring equity shares below 50%; and 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: Ramada Aços and Universal - Afir.

The Storage Systems activity is carried out by five Companies: RamadaStorax (largest manufacturer of storage systems in Portugal, and where all Group production is concentrated), Storax France, Storax UK, Storax Belgium and Storax Spain.

The activity related to Financial Investments includes shareholdings on Base Holding and Consumo em Verde/Converde.



The consolidated financial information presented below in relation to F. Ramada Investimentos 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 2015	1Q 2014	Var. %
Sales and services rendered	26,785	27,685	-3.3%
Other income	173	175	-1.4%
Total income	26,958	27,860	-3.2%
Cost of sales	14,119	14,487	-2.5%
External supplies and services	4,808	5,251	-8.4%
Payroll expenses	3,752	3,749	0.1%
Other costs	464	576	-19.4%
Total Costs (a)	23,143	24,063	-3.8%
EBITDA (b)	3,814	3,797	0.5%
EBITDA margin	14,1%	13,6%	
Depreciation and amortization	404	400	0.8%
EBIT (c)	3,411	3,397	0.4%
EBIT margin	12,7%	12,2%	
Gains/Losses in associated companies	365	-	
Financial costs	(789)	(908)	-13.1%
Financial gains	20	3	
Net profit before income tax	3,007	2,492	20.7%
Income tax	(947)	(785)	
Consolidated net profit	2,060	1,707	20.7%
Consolidated net profit attributable to shareholders of Parent company	2,057	1,707	20.5%
Consolidated net profit attributable to non-controlling interests	3	0	

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

The total revenue from the Ramada Group in the first three months of 2015 was 26,958 thousand Euro, representing a 3.2% decrease when compared to the same period in 2014.

Total costs, excluding depreciations, financial expenses and income tax, amounted to 23,143 thousand Euro, representing a decrease of 3.8% when compared to the same period of 2014.

Group's EBITDA in the period between January and March 2015 amounted to 3,814 thousand Euro, representing an increase of 0.5% in relation to the same period of 2014. EBITDA margin reached 14.1% in the first three months of 2015, which compares to 13.6% obtained in the same period of 2014.

Group's operating results (EBIT), amounted to 3,411 thousand Euro, representing an increase of 0.4% which compares to 3,397 thousand Euro in the same period of 2014.

In the first quarter of 2015 Ramada Group has recorded gains in associated companies as a consequence of application of the equity method by an amount of 365 thousands of Euros.

Financial costs, in the amount of 789 thousand Euro, presented an improvement of 13.1%, when compared to the same period of 2014.

Ramada Group's net profit for the first quarter of 2015 reached 2,060 thousand Euro, 20.7% higher than the amount recorded in the same period of 2014.

Industry

	1Q 2015	1Q 2014	Var. %
Total income	25,392	26,287	-3.4%
Total costs (a)	22,823	23,756	-3.9%
EBITDA (b)	2,569	2,531	1.5%
<i>EBITDA margin</i>	10.1%	9.6%	
EBIT (c)	2,232	2,219	0.6%
<i>EBIT margin</i>	8.8%	8.4%	
Financial results	(180)	(194)	-7.7%
Net profit before income tax	2,052	2,024	1.4%

(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 of 2015, total turnover of the industry segment reached 25,392 thousand Euro, representing a decrease of 3.4%, in relation to total turnover for the same period of 2014.

During the first three months of 2015, the turnover of Steel activity, recorded an increase when compared to the same period of 2014.

The growth recorded in sales was motivated by a recovery on the automobile industry, boosting the activity in manufacturers of plastic molds, being this the main support of Groups sales in this segment.

In the sectors of general mechanics, equipment goods production and maintenance, the Group is facing some activity break due to the reduction of purchase orders from Angola.

In the first quarter of 2015, the activity of storage systems recorded a decrease in turnover compared to the same period of 2014.

The foreign market represents the largest turnover of this activity. In the first three months of 2015, exports represented 73% of the segment's turnover and recorded a decrease of 16% comparing to the same period of 2014. In the first quarter of 2014, the external market represented 76%.

In 2014, this activity started to be represented directly in Spain with the incorporation of the company Storax España, SL., in which the group holds 60% of its share capital.

The EBITDA of Industry segment in the first quarter of 2015 amounted to 2,569 thousand Euro, corresponding to an increase of 1.5%, when compared to 2,531 thousand Euro recorded in the same period of 2014.

EBITDA margin in industry segment increased from 9.6% in 2014 to 10.1% in 2015.

In the first three months of 2015, the net profit before income tax reached 2,052 thousand Euro in the Industry segment, 1.4% higher than the amount recorded in the same period of 2014.

Real Estate

	1Q 2015	1Q 2014	Var. %
Total income	1,565	1,573	-0.5%
Total costs (a)	320	307	4.4%
EBITDA (b)	1,245	1,266	-1.6%
EBIT (c)	1,179	1,178	0.1%
Financial results	(589)	(711)	-17.1%
Net profit before income tax	590	467	26.2%

(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

Total turnover of the Real Estate segment in the first three months of 2015 amounted to 1,565 thousand Euro, representing a slight decrease compared to the same period of 2014 (-0.5%).

The rents obtained with the long-term renting of the forest land represent more than 95% of the total current income of the Real Estate segment.

Real Estate segment EBITDA in the first quarter of 2015 reached 1,245 thousand Euro, representing a decrease of 1.6% in relation to the same period of 2014.

Real Estate segment EBIT amounted to 1,179 thousand Euro, similar to the previous year.

Financial results of the Real Estate Segment in the first three months of 2015 amounted to the negative amount of 589 thousand Euro, representing an improvement of 17.1% when compared with the negative amount of 711 thousand Euro in the same period in 2014.

Investments and Debt

Ramada Group's investments in the period between January and March 2015 amounted to 45 thousand Euro.

The nominal remunerated net debt of the Ramada Group as of March 31, 2015, deducted of own shares in portfolio (in the amount of 1,641 thousand Euro), amounted to 59,236 thousand Euro. As of December 31, 2014 the amount was 61,418 thousand Euro.

Oporto, May 8, 2015

The Board of Directors

F. RAMADA INVESTIMENTOS, SGPS, S.A.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS OF 31 MARCH 2015 AND 31 DECEMBER 2014

(Translation of financial statements originally issued in Portuguese - note 17)

(Amounts expressed in Euro)

ASSETS	Notes	31.03.2015	31.12.2014
NON CURRENT ASSETS:			
Investment properties	6	85,997,282	85,977,075
Tangible assets		4,823,095	5,146,397
Intangible assets		142,820	150,639
Investments in associates		14,452,336	12,196,970
Investments available for sale	4	3,027,196	2,609,500
Deferred tax assets	7	1,921,360	1,923,682
Total non current assets		110,364,089	108,004,263
CURRENT ASSETS:			
Inventories		25,186,978	25,675,958
Customers		27,479,115	32,678,630
State and other public entities		418,102	635,870
Other debtors		565,615	471,355
Other current assets		317,068	235,691
Cash and cash equivalents	8	16,636,073	16,366,816
Total current assets		70,602,951	76,064,320
Total assets		180,967,040	184,068,583

SHAREHOLDERS' FUNDS AND LIABILITIES	Notes	31.03.2015	31.12.2014
SHAREHOLDERS' FUNDS:			
Share capital		25,641,459	25,641,459
Own shares		(1,641,053)	(1,641,053)
Legal reserve		5,637,034	5,637,034
Monetary conversion reserves		(78,130)	(385,709)
Other reserves		32,891,039	24,813,767
Consolidated net profit for the year		2,056,888	8,077,269
Total shareholders' funds attributable to the parent company shareholders		64,507,237	62,142,767
Non-controlling interests		53,610	50,638
Total Shareholders' funds		64,560,847	62,193,405
LIABILITIES:			
NON CURRENT LIABILITIES			
Bank loans	10	40,028,235	43,530,732
Provisions	11	1,439,163	1,358,333
Deferred tax liabilities	7	40,937	40,937
Total non current liabilities		41,508,335	44,930,002
CURRENT LIABILITIES:			
Bank loans	10	3,567,737	3,485,753
Other loans	10	33,917,645	32,409,418
Suppliers		12,414,223	16,664,663
State and other public entities		4,516,319	4,092,389
Other creditors		642,217	1,121,189
Other current liabilities		19,839,717	19,171,764
Total current liabilities		74,897,858	76,945,176
Total Shareholders' funds and liabilities		180,967,040	184,068,583

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
FOR THE THREE MONTH PERIOD ENDED AS OF 31 MARCH 2015 AND 2014
(Translation of financial statements originally issued in Portuguese - note 17)
(Amounts expressed in Euro)

	Notes	THREE MONTH PERIOD ENDED AT	
		31.03.2015	31.03.2014
Sales		24,136,621	25,315,056
Services rendered		2,648,178	2,369,768
Other income		172,916	175,448
Cost of sales and changes in stocks of finished goods and work in progress		(14,119,379)	(14,486,749)
External supplies and services		(4,807,780)	(5,251,364)
Payroll expenses		(3,752,189)	(3,749,344)
Amortization and depreciation		(403,605)	(400,279)
Provisions and impairment losses	11	(258,461)	(355,887)
Other expenses		(205,420)	(219,692)
Gains/Losses in associated companies	4	365,000	-
Financial expenses	12	(789,036)	(907,894)
Financial income	12	20,249	2,718
	Profit before income tax	3,007,094	2,491,781
	Income tax	(947,234)	(784,911)
	Consolidated net profit	2,059,860	1,706,870
Attributable to:			
Parent company's shareholders		2,056,888	1,706,870
Non-controlling interests		2,972	-
Earnings per share:			
Basic	13	0.09	0.07
Diluted	13	0.09	0.07

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 MONTH PERIOD ENDED AS OF 31 MARCH 2015 AND 2014
(Translation of financial statements originally issued in Portuguese - note 17)
(Amounts expressed in Euro)

	THREE MONTH PERIOD ENDED AT	
	31.03.2015	31.03.2014
Net consolidated profit for the year	2,059,860	1,706,870
Other comprehensive income:		
Items that may be reclassified subsequently to profit or loss:		
Exchange differences arising on translation of foreign operations	307,579	21,688
Other comprehensive income for the year	<u>307,579</u>	<u>21,688</u>
Total comprehensive income for the year	<u><u>2,367,439</u></u>	<u><u>1,728,558</u></u>
Attributable to:		
Parent company's shareholders	2,364,467	1,728,558
Non-controlling interests	<u>2,972</u>	<u>-</u>

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 MONTH PERIOD ENDED AS OF 31 MARCH 2015 AND 2014
 (Translation of financial statements originally issued in Portuguese - note 17)
 (Amounts expressed in Euro)

Notes	Atributable to the parent company's Shareholders						Total	Non-controlling interests	Total Shareholder's funds	
	Share capital	Own shares	Legal reserve	Monetary conversion reserves	Other reserves and retained earnings	Net profit				
Balance as of 1 January 2014	9	25,641,459	(1,641,053)	5,637,034	(615,513)	21,480,207	6,218,227	56,720,361	-	56,720,361
Total comprehensive consolidated income for the year		-	-	-	21,688	-	1,706,870	1,728,558	-	1,728,558
Appropriation of the consolidated net profit for 2013: Transfer to legal reserve and other reserves		-	-	-	-	6,218,227	(6,218,227)	-	-	-
Balance as of 31 March 2014		<u>25,641,459</u>	<u>(1,641,053)</u>	<u>5,637,034</u>	<u>(593,825)</u>	<u>27,698,434</u>	<u>1,706,870</u>	<u>58,448,919</u>	<u>-</u>	<u>58,448,919</u>
Balance as of 1 January 2015	9	25,641,459	(1,641,053)	5,637,034	(385,709)	24,813,767	8,077,269	62,142,767	50,638	62,193,405
Total comprehensive consolidated income for the year		-	-	-	307,579	3	2,056,888	2,364,470	2,972	2,367,442
Appropriation of the consolidated net profit for 2014: Transfer to legal reserve and other reserves		-	-	-	-	8,077,269	(8,077,269)	-	-	-
Balance as of 31 March 2015		<u>25,641,459</u>	<u>(1,641,053)</u>	<u>5,637,034</u>	<u>(78,130)</u>	<u>32,891,039</u>	<u>2,056,888</u>	<u>64,507,237</u>	<u>53,610</u>	<u>64,560,847</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 MONTH PERIOD ENDED AS OF 31 MARCH 2015 AND 2014
(Translation of financial statements originally issued in Portuguese - note 17)
(Amounts expressed in Euro)

	Notes	THREE MONTH PERIOD ENDED AT	
		31.03.2015	31.03.2014
Operating activities:			
Collections from customers		36,393,193	37,739,549
Payments to suppliers		(23,894,681)	(23,641,459)
Payments to personnel		(2,643,321)	(2,428,919)
Other collections/payments relating to operating activities		(3,326,773)	(2,737,532)
Corporate income tax		(190,305)	(86,214)
<i>Cash flow from operating activities (1)</i>		<u>6,338,113</u>	<u>8,845,425</u>
Investment activities:			
Collections relating to:			
Investments		12,500	139,861
Tangible assets		984	39,817
Investment property		-	-
Dividends		-	12
Interest and similar income		309,162	727
Payments relating to:			
Investments		(2,491,532)	(176,002)
Intangible assets		(2,842)	(5,843)
Tangible assets		(460,075)	(414,481)
Investment property		-	(44,224)
<i>Cash flow from investment activities (2)</i>		<u>(2,631,803)</u>	<u>(460,133)</u>
Financing activities:			
Collections relating to:			
Loans obtained		1,069,023	-
Payments relating to:			
Interest and similar costs		(1,736,016)	(1,754,456)
Other payments related to financial activities		(26,633)	(25,111)
Loans obtained		(5,557,545)	(3,955,887)
<i>Cash flow from financing activities (3)</i>		<u>(6,251,171)</u>	<u>(5,735,454)</u>
Cash and cash equivalents at the beginning of the period	8	11,777,885	8,629,080
Effect of exchange rate changes		214,713	8,688
Variation of cash and cash equivalents: (1)+(2)+(3)		(2,544,861)	2,649,838
Cash and cash equivalents at the end of the period	8	<u>9,447,737</u>	<u>11,287,606</u>

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

The Chartered Accountant

The Board of Directors

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS OF 31 MARCH 2015

(TRANSLATION OF NOTES ORIGINALLY ISSUED IN PORTUGUESE – NOTE 17)

(Amounts expressed in Euro)

1. INTRODUCTORY NOTE

F. Ramada Investimentos, SGPS, S.A. ("F. Ramada" or "Company") is a Company incorporated in 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 as defined by Article 118, 1.a), of the Commercial Companies Code ("Código das Sociedades Comerciais").

Due to this process, Altri, SGPS, S.A. equity 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 2015 and 31 December 2014, the Group developed its activity in Portugal, France, United Kingdom, Belgium and Spain.

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 the 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 2015 were prepared in accordance with the accounting policies defined by the International Financial Reporting Standards and in accordance with IAS 34 – Interim Financial Reporting, and include 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 the consolidated financial statements of F. Ramada are consistent with the accounting policies used in the preparation of the financial statements presented for the year ended as of 31 December 2014.

3. CHANGES IN ACCOUNTING POLICIES AND CORRECTION OF ERRORS

During the period there were no changes in the accounting policies and 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 2015 and 31 December 2014, are as follows:

Designation	Headquarters	Percentage of participation held	Activity
<u>Parent company:</u>			
F. Ramada Investimentos, SGPS, S.A.	Oporto		Holding
<u>F. Ramada Group</u>			
Ramada Aços, S.A.	Ovar	100%	Steel commercialization
Universal Afir S.A.	Ovar	100%	Steel commercialization
Ramada Storax, 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, S.A.	Paris, France	100%	Commercialization of storage systems
Storax, Ltd.	Bromsgrove, United Kingdom	100%	Commercialization of storage systems
Storax Benelux, S.A.	Belgium	100%	Commercialization of storage systems
Storax Espanã, S.L.	Spain	60%	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.

Investment in associated companies

As of 31 March 2015, the caption "Investment in associates" includes, essentially, the shares owned by F. Ramada Investimentos, SGPS, S.A. in Base Holding SGPS, S.A.'s capital. This entity has its head office in Oporto and heads a group of companies which operates in the healthcare sector, namely, complementary means of diagnosis and treatment.

During the financial year of 2014, the Group purchased 1.95% of the equity in the above company increasing its stake to 34.9% (32.9% as of 31 December 2013) of its share capital. During 2015, the Group reinforced its position by acquiring 1,890,366 Euros of shares, increasing its stake to 35.22% of its share capital. The application of the equity method for the period ended as of 31 December 2014 and of 31 March 2015 was based on Base Holding's interim non-audited consolidated financial statements, with the impact on the net result of this period being registered on the caption "Gains/Losses in associated companies" in the amount of approximately 365,000 Euro. The Board of Directors believes that any materially relevant differences won't emerge between the attached consolidated financial statements and the final consolidated statements of that associated company. After the fair value valuation of assets, liabilities and contingent liabilities, no relevant differences were found between the adjusted acquired equity and the acquisition value.

Investments available for sale

As of 31 March 2015 and 2014 the caption "Investments available for sale" and respective impairment losses can be detailed as follows:

	31.03.2015	31.12.2014
Gross book value	6,811,570	6,318,095
Accumulated impairment losses (Note 11)	(3,784,374)	(3,708,595)
	<u>3,027,196</u>	<u>2,609,500</u>

As of 31 March 2015, the changes occurred under the caption “Investments available for sale” can be detailed as follows:

	<u>31.12.2014</u>	<u>Increases</u>	<u>Decreases</u>	<u>31.03.2015</u>
Investments	531,007	-	-	531,007
Loans	5,787,088	493,475	-	6,280,563
Impairment Losses (Note 11)	(3,708,595)	(75,779)	-	(3,784,374)
	<u>2,609,500</u>	<u>417,696</u>	<u>-</u>	<u>3,027,196</u>

As of 31 March of 2015, this caption includes, mainly, a stake of 15.48% in the equity of CEV – Consumo em Verde Biotecnologia das Plantas, S.A. and a stake of 4% in the equity of Sociedade Converde Unipessoal, Lda., as well as loans granted.

As of 31 March of 2015 the consolidated financial statements include impairment losses on investments listed above in the amount of 3,784,374 Euros (3,708,595 Euros as of 31 December of 2014).

Financial investments included in 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 2015 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 rented during 2007 and 2008. 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 that occurred in this caption during the three months period ended as of 31 March 2015 and the year ended as of 31 December 2014 is as follows:

	<u>31.03.2015</u>	<u>31.12.2014</u>
Opening balance	85,977,075	85,937,120
Acquisitions	20,207	39,955
Others	-	-
Closing balance	<u>85,997,282</u>	<u>85,977,075</u>

Given the land characteristics (land leased to third parties for forestry activity), frequent and comparable market transactions 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 believes 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 this land (amounting to, approximately, 70 million Euro) was given as collateral for certain loans obtained.

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 2011 to 2015 may still be subject to review.

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 2015.

The movement occurred in deferred tax assets and liabilities in the three months periods ended as of 31 March 2015 and 2014 was as follows:

	31.03.2015	
	<u>Deferred tax assets</u>	<u>Deferred tax liabilities</u>
Balance as of 01.01.2015	1,923,682	40,937
Effects on income statement:		
Other effects	(2,322)	-
Balance as of 31.03.2015	<u>1,921,360</u>	<u>40,937</u>

	31.03.2014	
	<u>Deferred tax assets</u>	<u>Deferred tax liabilities</u>
Balance as of 01.01.2014	2,021,808	51,655
Effects on income statement:		
Other effects	-	-
Balance as of 31.03.2014	<u>2,021,808</u>	<u>51,655</u>

8. CASH AND CASH EQUIVALENTS

As of 31 March 2015 and as of 31 December 2014 the caption "Cash and cash equivalents" included in the consolidated statement of financial position can be detailed as follows:

	<u>31.03.2015</u>	<u>31.12.2014</u>
Cash	18,234	2,866,994
Bank deposits	<u>16,617,839</u>	<u>13,499,822</u>
	<u>16,636,073</u>	<u>16,366,816</u>
Bank overdrafts (Note 10)	(7,188,336)	(4,588,931)
Cash and cash equivalents	<u>9,447,737</u>	<u>11,777,885</u>

9. SHARE CAPITAL

As of 31 March 2015 and 31 December of 2014, 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. holds 2,564,145 own shares, corresponding to 9.999996% of the share capital of the Company, acquired by 1,641,053 Euros.

Additionally, as of 31 March 2015 and 31 December 2014 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 2015 and 31 December 2014, the captions “Bank loans” and “Other loans” can be detailed as follows:

	31.03.2015		31.12.2014	
	Current	Non current	Current	Non current
Bank loans	3,567,737	39,958,909	3,485,753	43,446,179
Bank loans	3,567,737	39,958,909	3,485,753	43,446,179
Commercial paper	19,750,000	-	19,750,000	-
Current account	5,500,000	-	5,750,000	-
Bank overdrafts	7,188,336	-	4,588,931	-
Factoring	1,397,324	-	2,232,077	-
Financial leasing	81,985	69,326	88,410	84,553
Other loans	33,917,645	69,326	32,409,418	84,553
	<u>37,485,382</u>	<u>40,028,235</u>	<u>35,895,171</u>	<u>43,530,732</u>

As of 31 March 2015 and 31 December 2014 there were no differences between the book value and nominal value of the loans obtained.

During the three months period ended as of 31 March 2015 these loans bear interest related costs at normal market rates depending on the nature and term of the credit obtained.

During the three months period ended as of 31 March 2015 and the year ended as of 31 December 2014 the Group did not enter into any loan default.

Additionally, as of 31 March 2015 there are no covenants associated to the disclosed loans.

MOVEMENT IN PROVISIONS AND IMPAIRMENT LOSSES

The movements occurred in provisions and impairment losses for the three months periods ended as of 31 March 2015 and 2014 may be detailed as follows:

	<u>31.03.2015</u>			
	<u>Provisions</u>	<u>Impairment losses in investments</u>	<u>Impairment losses in current assets</u>	<u>Total</u>
Opening balance	1,358,333	3,708,595	25,031,601	30,098,529
Exchange rate variation	7,392	-	-	7,392
Increases	109,881	75,779	65,409	251,069
Utilizations	<u>(36,443)</u>	<u>-</u>	<u>-</u>	<u>(36,443)</u>
Closing balance	<u>1,439,163</u>	<u>3,784,374</u>	<u>25,097,010</u>	<u>30,320,547</u>

	<u>31.03.2014</u>			
	<u>Provisions</u>	<u>Impairment losses in investments</u>	<u>Impairment losses in current assets</u>	<u>Total</u>
Opening balance	1,107,580	3,276,924	24,951,334	29,335,837
Exchange rate variation	(347)	-	-	(347)
Increases	24,246	200,000	131,641	355,887
Utilizations	<u>(101,291)</u>	<u>-</u>	<u>-</u>	<u>(101,291)</u>
Closing balance	<u>1,030,188</u>	<u>3,476,924</u>	<u>25,082,975</u>	<u>29,590,087</u>

The increases and reversals recorded in provisions and impairment losses for the three months periods ended as of 31 March 2015 and 2014 were recorded in the profit and loss statement caption "Provisions and impairment losses".

The amount recorded in the caption "Provisions" as of 31 March 2015 relates to the Board of Directors' estimate to cover possible losses arising from legal actions in progress and other liabilities.

11. FINANCIAL RESULTS

The consolidated financial results for the three months periods ended as of 31 March 2015 and 2014 can be detailed as follows:

	<u>31.03.2015</u>	<u>31.03.2014</u>
Financial expenses:		
Interest	(576,326)	(718,752)
Other financial expenses	(212,710)	(189,142)
	<u>(789,036)</u>	<u>(907,894)</u>
Financial income:		
Interest	20,249	1,071
Other financial income	-	1,647
	<u>20,249</u>	<u>2,718</u>

The interests paid and recognised in the profit and loss statement for the three months periods ended as of 31 March 2015 and 2014 are entirely related with loans obtained.

The interest income recorded in the financial statements for the three months periods ended as of 31 March 2015 and 2014 results mainly from investments made during the year.

12. EARNINGS PER SHARE

Earnings per share for the three months periods ended as of 31 March 2015 and 2014 were determined taking into consideration the following amounts:

	<u>31.03.2015</u>	<u>31.03.2014</u>
Net profit considered for the computation of basic and diluted earnings	2,059,860	1,706,870
Number of shares	25,641,459	25,641,459
Number of own shares	2,564,145	2,564,145
Weighted average number of shares used to compute the basic and diluted earnings per share	23,077,314	23,077,314
Earnings per share		
Basic	0.09	0.07
Diluted	0.09	0.07

13. RELATED PARTIES

The main balances with related parties as of 31 March 2015 and 2014 are with Altri Group and may be detailed as follows:

Related parties	<u>31.03.2015</u>		
	<u>Accounts receivable</u>	<u>Accounts Payable</u>	<u>Receivable Rents</u>
Altri Group	-	-	1,545,750
Related parties	<u>31.03.2014</u>		
	<u>Accounts receivable</u>	<u>Accounts Payable</u>	<u>Receivable Rents</u>
Altri Group	-	-	1,539,000

Apart from the companies included in the consolidation (Note 4), the companies considered to be related parties as of 31 March 2015, can be presented as follows:

Actium Capital, SGPS, S.A.
AdCom Media Anúncios e Publicidade, S.A.
Alteria, SGPS, S.A.
Altri Florestal, S.A.
Altri Sales, S.A.
Altri, Participaciones Y Trading, S.L.
Altri, SGPS, S.A.
Base Holding SGPS, S.A.
Caderno Azul, SGPS, S.A.
Caima Energia – Empresa de Gestão e Exploração de Energia, S.A.
Caima Indústria de Celulose, S.A.
Captaraiz Unipessoal, Lda.
Celulose Beira Industrial (Celbi), S.A.
Celtejo – Empresa de Celulose do Tejo, S.A.
Cofihold, SGPS, S.A.
Cofina Media, S.A.
Cofina, SGPS, S.A.
Consumo em Verde – Biotecnologia das Plantas, S.A.
Converde Unipessoal, Lda.
Destak Brasil – Empreendimentos e Participações, S.A.
Destak Brasil Editora S.A.
Elege Valor, SGPS, S.A.
Grafedisport – Impressão e Artes Gráficas, S.A.
Inflora – Sociedade de Investimentos Florestais, S.A.
Jardins de França S.A.
Livrefluxo, SGPS, S.A.
Malva – Gestão Imobiliária, S.A.
Mercados Globais – Publicação de Conteúdos, Lda.
Metronews – Publicações, S.A.
Pedro Frutícola, Sociedade Frutícola, S.A.
Préstimo – Prestígio Imobiliário, S.A.
Promendo, SGPS, S.A.
Sociedade Imobiliária Porto Seguro – Investimentos Imobiliários, S.A.
Torres da Luz – Investimentos imobiliários, S.A.
Transjornal – Edição de Publicações, S.A.
Valor Autêntico, SGPS, S.A.
VASP – Sociedade de Transportes e Distribuições, Lda.
Viveiros do Furadouro Unipessoal, Lda.

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 activity.

The segregation of activities by segments as of 31 March 2015 and 2014 is made up as follows:

	31.03.2015		31.03.2014	
	Industry	Real State	Industry	Real State
Net operating income				
Resulting from operations with external customers	25,392,235	1,565,480	26,286,914	1,573,358
Resulting from operations with other segments	2,088	341,163	2,088	323,664
Operating Cash-flow (a)	2,569.180	1,245.308	2,530,504	1,266,733
Amortisation and depreciation	337,200	66,405	311,572	88,707
Operating profit	2,231,980	1,178,903	2,218,932	1,178,026
Total assets	90,476.944	90,490.096	87,440,568	92,090,058
Total liabilities	42,285.658	74,120.535	42,788,889	78,292,817
Investment of the period (b)	24.445	20,208	281,100	-

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

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

15. FINANCIAL STATEMENTS APPROVAL

The financial statements were approved by the Board of Directors and authorized for issuance in 08 May 2015.

16. 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 Chartered Accountant

The Board of Directors

João Manuel Matos Borges de Oliveira – President

Paulo Jorge dos Santos Fernandes

Domingos José Vieira de Matos

Pedro Miguel Matos Borges de Oliveira

Ana Rebelo de Carvalho Menéres de Mendonça



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