

SONAE INVESTIMENTOS, SGPS, SA

Head Office: Rua João Mendonça, 529 – 4464-501 Senhora da Hora

Share Capital 1,000,000,000 Euro

Porto Commercial Registry and Fiscal Number 501 532 927

REPORT AND ACCOUNTS

30 September 2013

Management Report

Management Report

Sonae Investimentos – S.G.P.S., S.A.

In accordance with Portuguese Law and the company's articles of association, we hereby present the management report of Sonae Investimentos - S.G.P.S., S.A. for the first nine months of 2013.

Activity evolution for the period

During the course of the first nine months of 2013, the consolidated turnover of Sonae Investimentos totalled 3,355 million Euro, which represents a slight increase (1.6%) over the same period last year.

The Company's operating cash-flow (EBITDA) amounted to 248 million Euro, increasing 10% when compared to the same period last year. The positive evolution of the businesses' operational profitability was, once again, supported by the increase in operational efficiency, as the businesses were able to offset the negative effects of the evolution of some sectors of retail, namely in which regards specialised retail in Iberia. EBITDA margin amounted to 7.4%, reflecting a 0.6 pp increase in relation to same period last year.

The afore mentioned positive evolution of EBITDA was the main lever for the increase registered in operating results (EBIT), which increased 28 million Euro versus last year, and totalled 109 million Euro.

Sonae Investimentos consolidated net result in the first nine months of 2013 amounted to negative 95.1 million Euro, which compares with a positive 20.0 million Euro achieved in the same period last year. The evolution of consolidated net results is essentially explained by the consideration of provisions for possible future responsibilities in "non-core" operations and "non-cash" impairments relating with operating assets.

At the end of September, Sonae Investimentos held a global portfolio of 1,115 stores¹, to which corresponded a sales area of 1,067 thousand m²¹. During the period, the company continued the consolidation of Sonae SR's own store network in international markets. As at the end of September 2013, Sonae SR's formats were present in a total of 157 stores outside of Portugal, including 41 under franchising agreements.

In Portugal, the company materialized a selective opening of new retail stores, which (when comparing to December 2012) included the reopening of 1 Continente store, the opening of 6 Continente Modelo stores (5 of which relating with the acquisition of Grupo Sá stores in Madeira), the opening of 3 Continente Bom Dia stores, and the increase of Meu Super network from 25 to 53 stores (under franchise agreements).

In parallel to the expansion effort, the company carried a refurbishment programme in a number of retail units so as to ensure they remain as a reference in their respective catchment areas, which was the main lever for that, in the first nine months of the year, total investment amounted to 110 million Euro.

¹ Excludes Geostar

Outlook

Sonae Investimentos' strategic guidelines privilege growth and the strengthening of the value proposition based on a continued investment in efficiency and innovation. This positioning, consistently adopted by the Company, has allowed for the combination of strong growth rhythms with strong profitability benchmarks, and once again will be at the basis of the Company's performance during the course of the next months.

Methodological note

The consolidated financial information contained in this report was prepared in accordance with International Financial Reporting Standards ("IFRS"), as adopted by the European Union. The financial information regarding quarterly and semiannual figures was not subject to audit procedures.

The accounting standard IFRS 11 - Joint Arrangements changes the accounting method of joint-controlled investments, namely eliminating the possibility of proportional consolidation of entities that fall under the concept of joint-ventures, as is the case of Geostar. Under these terms, Sonae has decided, as it is already possible under the current standards, in anticipation of the requirement for this change to be implemented for annual reporting periods beginning on 1st January 2014 and in order to facilitate a future comparison of its financial reporting, to start reporting Geostar according to the Equity Method (the only possible method according to this new standard) from 1st January 2012.

Maia, 11 of November 2013

The Board of Directors,

Duarte Paulo Teixeira de Azevedo

Ângelo Gabriel Ribeirinho dos Santos Paupério

Glossary

Turnover (t)

sale of articles + services rendered.

Operating Cash-flow (EBITDA)

turnover + other revenues - impairment reversal - negative goodwill - operating costs - provisions for warranty extensions + gain/losses from sales of companies + non-recurrent stock impairments + equity method results.

Operating results (EBIT)

operating cash flow (EBITDA) – depreciations, amortisations, provisions and impairment losses.

Net Investment

increase in gross fixed assets (tangible and intangible) + changes in perimeter (as a result of acquisitions and disposals) - disposals in gross fixed assets (tangible and intangible) + increases in goodwill.

Net debt

current borrowings + noncurrent borrowings + financial leasing creditors – cash and cash equivalents – other current financial investments

Gearing

ratio between net financial debt and shareholders' funds

Net Capital Employed

gross fixed assets (tangible and intangible) + other gross fixed assets (including goodwill) - amortisations and impairment losses + financial investments + working capital

**Condensed consolidated
financial statements**

SONAE INVESTIMENTOS, SGPS, SA

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT
30 SEPTEMBER 2013 AND 2012 AND AT 31 DECEMBER 2012*(Translation of condensed consolidated financial statements originally issued in Portuguese.
In case of discrepancy the Portuguese version prevails.)**(Amounts expressed in euro)*

ASSETS	Notes	30 September 2013	30 September 2012	31 December 2012
NON-CURRENT ASSETS:				
Tangible assets	7	1,855,663,892	2,019,285,726	2,025,784,857
Intangible assets	8	163,382,437	151,615,169	154,622,623
Goodwill		499,234,487	499,234,487	499,234,487
Investments in joint ventures and associates	5	54,482,457	54,486,490	60,819,852
Other investments	6	13,401,697	34,592,833	34,605,498
Deferred tax assets	12	133,415,903	129,813,024	123,115,350
Other non-current assets	10	23,592,361	36,801,175	34,429,814
Total Non-Current Assets		2,743,173,234	2,925,828,904	2,932,612,481
CURRENT ASSETS:				
Inventories		529,025,327	522,405,000	524,684,028
Trade accounts receivable and other current assets	11	253,596,937	228,497,162	211,027,557
Investments	9	164,860	1,464,062	892,728
Cash and cash equivalents	13	64,768,545	106,851,712	162,194,406
Total Current Assets		847,555,669	859,217,936	898,798,719
Assets available for sale		720,338	720,338	720,338
TOTAL ASSETS		3,591,449,241	3,785,767,178	3,832,131,538
EQUITY AND LIABILITIES				
EQUITY:				
Share capital	14	1,000,000,000	1,000,000,000	1,000,000,000
Own shares		(320,000,000)	(320,000,000)	(320,000,000)
Reserves and retained earnings		28,381,941	59,353,282	62,940,864
Profit/(Loss) for the period attributable to the equity holders of the Parent Company		(96,362,449)	20,500,533	9,310,582
Equity attributable to the equity holders of the Parent Company		612,019,492	759,853,815	752,251,446
Equity attributable to non-controlling interests	15	87,841,710	69,316,147	85,691,823
TOTAL EQUITY		699,861,202	829,169,962	837,943,269
LIABILITIES:				
NON-CURRENT LIABILITIES:				
Loans	16	866,345,555	930,030,777	761,229,147
Other non-current liabilities	18	439,871,453	429,906,898	429,509,652
Deferred tax liabilities	12	134,222,019	125,298,397	130,113,975
Provisions	21	31,297,597	32,608,247	46,471,233
Total Non-Current Liabilities		1,471,736,624	1,517,844,319	1,367,324,007
CURRENT LIABILITIES:				
Loans	16	101,677,655	191,865,176	230,447,424
Trade creditors and other current liabilities	20	1,300,845,430	1,244,659,391	1,394,188,508
Provisions	21	17,328,330	2,228,330	2,228,330
Total Current Liabilities		1,419,851,415	1,438,752,897	1,626,864,262
TOTAL LIABILITIES		2,891,588,039	2,956,597,216	2,994,188,269
TOTAL EQUITY AND LIABILITIES		3,591,449,241	3,785,767,178	3,832,131,538

The accompanying notes are part of these condensed consolidated financial statements.

The Board of Directors

SONAE INVESTIMENTOS, SGPS, SA

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIODS
ENDED 30 SEPTEMBER 2013 AND 2012*(Translation of condensed consolidated financial statements originally issued in Portuguese.
In case of discrepancy the Portuguese version prevails.)**(Amounts expressed in euro)*

	Notes	3 rd Quarter 2013	3 rd Quarter 2012	30 September 2013	30 September 2012
Sales		1,218,394,320	1,181,936,618	3,325,297,296	3,278,080,708
Services rendered		10,898,203	8,746,167	30,161,983	25,192,513
Investment income		282	99,002	79,282	299,699
Financial income		923,864	1,567,524	3,663,939	4,485,452
Other income		95,914,225	88,237,805	306,409,386	307,638,624
Cost of goods sold and materials consumed		(934,281,703)	(911,254,593)	(2,573,156,943)	(2,554,393,581)
Changes in stocks of finished goods and work in progress		57,589	(342,350)	196,499	(553,945)
External supplies and services		(139,725,653)	(138,384,382)	(397,212,316)	(409,556,001)
Staff costs		(134,285,696)	(129,493,132)	(407,496,056)	(399,273,809)
Depreciation and amortisation	7 and 8	(44,392,747)	(45,013,117)	(132,078,455)	(134,112,024)
Provisions and impairment losses		(146,540,752)	(1,526,339)	(155,111,933)	(5,533,099)
Financial expenses		(17,820,607)	(21,210,014)	(56,371,723)	(62,468,704)
Other expenses		(11,899,944)	(6,862,055)	(30,168,213)	(23,088,396)
Share of results of joint ventures and associated undertakings	5	384,097	(847,378)	(1,797,846)	(3,508,973)
Profit/(Loss) before taxation		(102,374,523)	25,653,756	(87,585,101)	23,208,464
Taxation	24	(5,575,861)	(1,086,371)	(7,494,924)	(3,222,049)
Profit/(Loss) after taxation		(107,950,384)	24,567,385	(95,080,025)	19,986,415
Attributable to:					
Equity holders of the Parent Company		(108,878,097)	24,273,093	(96,362,449)	20,500,533
Non-controlling interests		927,713	294,292	1,282,424	(514,118)
Profit/(Loss) per share					
Basic	25	(0.120976)	0.026970	(0.107069)	0.022778
Diluted	25	(0.120976)	0.026970	(0.107069)	0.022778

The accompanying notes are part of these condensed consolidated financial statements.

The Board of Directors

SONAE INVESTIMENTOS, SGPS, SA

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE PERIODS
ENDED 30 SETEMBER 2013 AND 2012*(Translation of condensed consolidated financial statements originally issued in Portuguese.
In case of discrepancy the Portuguese version prevails.)**(Amounts expressed in euro)*

	3rd Quarter 2013	3rd Quarter 2012	30 September 2013	30 September 2012
Net Profit / (Loss) for the period	(107,950,384)	24,567,385	(95,080,025)	19,986,415
Exchange differences arising on translation of foreign operations	947,571	(8,391)	954,811	(58,044)
Participation in other comprehensive income (net of tax) related to joint ventures and associated companies included in consolidation by the equity method	662,666	(223,923)	(4,525,217)	(685,564)
Changes in hedge and fair value reserves	(546,189)	(1,674,395)	(220,217)	(3,442,603)
Deferred tax related to changes in fair value reserves	146,228	429,620	82,933	908,995
Other comprehensive income for the period	1,210,275	(1,477,089)	(3,707,690)	(3,277,216)
Total comprehensive income for the period	(106,740,109)	23,090,296	(98,787,715)	16,709,199
Attributable to:				
Equity holders of Parent Company	(107,648,518)	22,848,746	(100,072,053)	17,295,684
Non controlling interests	908,409	241,550	1,284,338	(586,485)

The accompanying notes are part of these condensed consolidated financial statements.

The Board of Directors

SONAE INVESTIMENTOS, SGPS, SA

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE PERIODS ENDED 30 SEPTEMBER 2013 AND 2012

*(Translation of condensed consolidated financial statements originally issued in Portuguese.
In case of discrepancy the Portuguese version prevails.)
(Amounts expressed in euro)*

	Attributable to Equity Holders of Parent Company											
	Reserves and Retained Earnings							Total	Net Profit/(Loss)	Total	Non-controlling interests (Note 16)	Total Equity
	Share Capital	Own Shares	Legal Reserve	Currency Translation Reserve	Hedging Reserve	Legal reserves in accordance with article 342 ^o CSC	Other Reserves and Retained Earnings					
Balance as at 1 January 2012	1,000,000,000	(320,000,000)	139,614,881	336,811	1,595,204	320,000,000	(443,083,226)	18,463,670	63,798,214	762,261,884	75,700,031	837,961,915
Total comprehensive income for the period	-	-	-	(58,044)	(2,461,241)	-	(685,564)	(3,204,849)	20,500,533	17,295,684	(586,485)	16,709,199
Appropriation of profit of 2011:												
Transfer to legal reserves and retained earnings	-	-	742,928	-	-	-	63,055,286	63,798,214	(63,798,214)	-	-	-
Dividends distributed	-	-	-	-	-	-	(20,000,000)	(20,000,000)	-	(20,000,000)	(157,074)	(20,157,074)
Income Distribution	-	-	-	-	-	-	-	-	-	-	(5,924,953)	(5,924,953)
Other reserves	-	-	-	-	-	-	296,247	296,247	-	296,247	284,628	580,875
Balance as at 30 September 2012	1,000,000,000	(320,000,000)	140,357,809	278,767	(866,037)	320,000,000	(400,417,257)	59,353,282	20,500,533	759,853,815	69,316,147	829,169,962
Balance as at 1 January 2013	1,000,000,000	(320,000,000)	140,357,809	336,811	1,595,204	320,000,000	(399,348,960)	62,940,864	9,310,582	752,251,446	85,691,823	837,943,269
Total comprehensive income for the period	-	-	-	964,601	(148,988)	-	(4,525,217)	(3,709,604)	(96,362,449)	(100,072,053)	1,284,338	(98,787,715)
Appropriation of profit of 2012:												
Transfer to legal reserves and retained earnings	-	-	284,660	-	-	-	9,025,922	9,310,582	(9,310,582)	-	-	-
Dividends distributed	-	-	-	-	-	-	(40,000,000)	(40,000,000)	-	(40,000,000)	-	(40,000,000)
Others	-	-	-	-	-	-	(159,901)	(159,901)	-	(159,901)	865,549	705,648
Balance as at 30 September 2013	1,000,000,000	(320,000,000)	140,642,469	1,301,412	1,446,216	320,000,000	(435,008,156)	28,381,941	(96,362,449)	612,019,492	87,841,710	699,861,202

The accompanying notes are part of these condensed consolidated financial statements.

SONAE INVESTIMENTOS, SGPS, SA

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR
THE PERIODS ENDED 30 SEPTEMBER 2013 AND 2012*(Translation of condensed consolidated financial statements originally issued in Portuguese.
In case of discrepancy the Portuguese version prevails.)**(Amounts expressed in euro)*

	Notes	3rd Quarter 2013	3rd Quarter 2012	30 September 2013	30 September 2012
OPERATING ACTIVITIES					
Net cash flow from operating activities (1)		167,438,254	180,968,611	103,017,834	160,742,685
INVESTMENT ACTIVITIES					
Cash receipts arising from:					
Investments		81,181	471,573	1,516,027	1,760,402
Tangible and intangible assets		1,890,502	687,082	3,140,139	1,424,844
Interest and similar income		285,293	725,375	1,399,054	2,066,889
Loans granted		1,546,722	2,205,000	17,798,722	9,903,189
Dividends		281	99,002	106,613	299,699
		3,803,979	4,188,032	23,960,555	15,455,023
Cash payments arising from:					
Tangible and intangible assets		(52,270,946)	(22,658,776)	(126,853,714)	(80,542,573)
Loans granted		(2,650,000)	(2,433,000)	(8,046,722)	(11,203,189)
Others		(69)	(13)	(99)	(155)
		(54,921,015)	(25,091,789)	(134,900,535)	(91,745,917)
Net cash used in investment activities (2)		(51,117,036)	(20,903,757)	(110,939,980)	(76,290,894)
FINANCING ACTIVITIES					
Cash receipts arising from:					
Loans obtained		822,342,000	850,882,063	2,638,834,126	3,141,684,904
Capital increases, shareholder's loans and share premiums		254,886	-	254,886	580,875
		822,596,886	850,882,063	2,639,089,012	3,142,265,779
Cash Payments arising from:					
Loans obtained		(934,099,169)	(976,356,780)	(2,648,842,949)	(3,316,322,540)
Interest and similar charges		(8,244,745)	(13,454,177)	(26,404,627)	(38,629,372)
Dividends		(40,000,000)	(25,924,953)	(40,190,743)	(26,082,027)
Others		(633,237)	(828,679)	(1,406,802)	(2,057,227)
		(982,977,151)	(1,016,564,589)	(2,716,845,121)	(3,383,091,166)
Net cash used in financing activities (3)		(160,380,265)	(165,682,526)	(77,756,109)	(240,825,387)
Net increase/(decrease) in cash and cash equivalents (4) = (1) + (2) + (3)		(44,059,047)	(5,617,672)	(85,678,255)	(156,373,596)
Effect of foreign exchange rate		(610,427)	(266,036)	(434,841)	(281,619)
Cash and cash equivalents at the beginning of the period	13	107,187,648	98,346,886	148,982,442	249,087,227
Cash and cash equivalents at the end of the period	13	63,739,028	92,995,250	63,739,028	92,995,250

The accompanying notes are part of these condensed consolidated financial statements.

The Board of Directors

SONAE INVESTIMENTOS, SGPS, S.A.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 SEPTEMBER 2013

(Amounts expressed in euro)

*(Translation of condensed consolidated financial statements originally issued in Portuguese.
In case of discrepancies the Portuguese version prevails.)*

1 INTRODUCTION

SONAE INVESTIMENTOS, SGPS, S.A. (“the Company” or “Sonae Investimentos”), with head office in Rua João Mendonça nº 529, 4464-501 Senhora da Hora, Portugal, is the Parent-company of a group of companies, as detailed in Notes 4, 5 and 6 (“Sonae Investimentos Group”), which business activity is described in the Note 27.

2 PRINCIPAL ACCOUNTING POLICIES

The accounting policies adopted are consistent with those used in the preparation of the consolidated financial statements for the period ended as at 31 December 2012.

Basis of preparation

The accompanying consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as adopted by the European Union, issued by the International Accounting Standards Board (“IASB”), and interpretations issued by the International Financial Reporting Interpretations Committee (“IFRIC”) or by the previous Standing Interpretations Committee (“SIC”), as adopted by the European Union as at the consolidated financial statements issuance date.

Interim financial statements are presented quarterly, in accordance with IAS 34- “Interim Financial Reporting”.

The accompanying condensed consolidated financial statements have been prepared from the books and accounting records of the Company and subsidiaries, adjusted in the consolidation process, on a going concern basis and under the historical cost convention, except for financial instruments which are stated at fair value.

New accounting standards and their impact on the consolidated financial statements:

Up to the financial statements approval date, the following Standards and Interpretations, some of which become effective in 2013, have been endorsed by the European Union:

With mandatory application from 1 January 2013: Effective Date (for financial years beginning on/after)

IFRS 13 - (Fair Value Measurement)	01-01-2013
IAS 12 - Amendments (Deferred tax: Recovery of Underlying Assets)	01-01-2013
IAS 19 – Amendments (Employee Benefits)	01-01-2013
IAS 1 – Amendments (Presentation of Items of Other Comprehensive Income)	01-07-2013
IFRS 7 – Amendments (Disclosures of Financial Instruments)	01-01-2013
IFRIC 20 – Interpretation (Stripping Costs in the Production Phase of a Surface Mine)	01-01-2013
IFRS 1 – Amendments (Government Loans)	01-01-2013
Improvements of some IFRS (2009-2011)	01-01-2013
Transition Guide (Amendments to IFRS 10, IFRS11 and IFRS 12)	01-01-2013

There were no significant impacts in the financial statements resulting from the adoption of these standards.

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

With mandatory application from 1 January 2014 onwards: Effective Date (for financial years beginning on/after)

IFRS 10 - (Consolidated Financial Statements) (*)	01-01-2013
IFRS 11 - (Joint arrangements) (*)	01-01-2013
IFRS 12 - (Disclosures of Interests in Other Entities) (*)	01-01-2013
IAS 27 - (Separate Financial Statements) (*)	01-01-2013
IAS 28 - (Investments in Associates and Joint Ventures) (*)	01-01-2013
IAS 32 - Amendments (Offsetting Financial Assets and Financial Liabilities)	01-01-2014

(*) In accordance with the EU Regulation which approved the adoption of IFRS 10, 11 and 12 and the amendments to IAS 27 and IAS 28, an entity shall use these standards no later than periods beginning on or after 1 January 2014. The early adoption is however permitted;

The Group did not proceed to earlier adoption of any of these standards on the financial statements for the period ended 30 September 2013. No significant impacts are expected in the financial statements resulting from the adoption of these standards.

3 CHANGES IN ACCOUNTING POLICIES

During the period it was adopted a set of accounting standards, interpretations, amendments and revisions issued in previous periods and whose implementation became mandatory after 1st January 2013 as disclosed in Note 2 and which didn't have any significant impacts on the financial statements as at 30 September 2013.

4 GROUP COMPANIES INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENTS

The subsidiaries included in the consolidated financial statements, its head offices and percentage of capital held as at 30 September 2013 and 31 December 2012 are as follows:

COMPANY	Head Office	Percentage of capital held			
		30 September 2013		31 December 2012	
		Direct	Total	Direct	Total
Sonae Investimentos, SGPS, SA	Matosinhos	Holding	Holding	Holding	Holding
Arat Inmuebles, SA	a) Madrid (Spain)	100.00%	100.00%	100.00%	100.00%
Azulino Imobiliária, SA	a) Maia	100.00%	100.00%	100.00%	100.00%
BB Food Service, SA	a) Maia	100.00%	100.00%	100.00%	100.00%
Bertimóvel - Sociedade Imobiliária, SA	a) Matosinhos	100.00%	100.00%	100.00%	100.00%
Bom Momento - Restauração, SA	a) Maia	100.00%	100.00%	100.00%	100.00%
Canasta - Empreendimentos Imobiliários, SA	a) Maia	100.00%	100.00%	100.00%	100.00%
1) Carnes do Continente - Industria e Distribuição Carnes, SA	a) Santarém	100.00%	100.00%	100.00%	100.00%
Chão Verde - Sociedade de Gestão Imobiliária, SA	a) Maia	100.00%	100.00%	100.00%	100.00%
Citorres - Sociedade Imobiliária, SA	a) Maia	100.00%	100.00%	100.00%	100.00%
Contibomba - Comércio e Distribuição de Combustíveis, SA	a) Matosinhos	100.00%	100.00%	100.00%	100.00%
Contimobe - Imobiliária de Castelo de Paiva, SA	a) Castelo de Paiva	100.00%	100.00%	100.00%	100.00%
Continente Hipermercados, SA	a) Lisbon	100.00%	100.00%	100.00%	100.00%
Cumulativa - Sociedade Imobiliária, SA	a) Maia	100.00%	100.00%	100.00%	100.00%

	Discovery Sports, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
1)	Edições Book.it, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
1)	Estevão Neves - Hipermercados da Madeira, SA	a)	Madeira	100.00%	100.00%	100.00%	100.00%
	Farmácia Selecção, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
	Fashion Division, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
	Fashion Division Canárias, SL	a)	Tenerife (Spain)	100.00%	100.00%	100.00%	100.00%
	Fozimo - Sociedade Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
	Fozmassimo - Sociedade Imobiliária, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
	Fundo de Investimento Imobiliário Fechado Imosede	a)	Maia	54.55%	54.55%	54.55%	54.55%
	Fundo de Investimento Imobiliário Fechado Imosonae Dois	a)	Maia	99.56%	99.56%	99.89%	99.89%
	Igimo - Sociedade Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
	Iginha - Sociedade Imobiliária, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
	Imoconti - Sociedade Imobiliária, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
	Imoestrutura - Sociedade Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
	Imomuro - Sociedade Imobiliária, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
	Imoresultado - Sociedade Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
	Imosistema - Sociedade Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
	Infofield - Informática, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
	Marcas MC, zRT	a)	Budapest (Hungary)	100.00%	100.00%	100.00%	100.00%
	MJLF - Empreendimentos Imobiliários, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
	Modalfa - Comércio e Serviços, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
	Modalloop – Vestuário e Calçado, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
	Modelo - Distribuição de Materiais de Construção, SA	b)	Maia	50.00%	50.00%	50.00%	50.00%
	Modelo Continente Hipermercados, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
	Modelo Continente International Trade, SA	a)	Madrid (Spain)	100.00%	100.00%	100.00%	100.00%
	Modelo Hiper Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
	Modelo.com - Vendas p/Correspond., SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
1)	Peixes do Continente - Indústria e Distribuição de Peixes, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%

Pharmacontinente - Saúde e Higiene, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Pharmaconcept – Actividades em Saúde, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Predicomercial - Promoção Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
SDSR – Sports Division SR, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
2) SDSR – Sports Division 2, SA	a)	Matosinhos	100.00%	100.00%	-	-
Selifa - Empreendimentos Imobiliários de Fafe, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Sempre à Mão - Sociedade Imobiliária, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Sesagest - Proj.Gestão Imobiliária, SA	a)	Porto	100.00%	100.00%	100.00%	100.00%
Socijofra - Sociedade Imobiliária, SA	a)	Gondomar	100.00%	100.00%	100.00%	100.00%
Sociloures - Sociedade Imobiliária, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Soflorin, BV	a)	Amsterdam (The Netherlands)	100.00%	100.00%	100.00%	100.00%
Sonae Capital Brasil, Lda	a)	São Paulo (Brazil)	100.00%	100.00%	100.00%	100.00%
Sonae MC – Modelo Continente, SGPS, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Sonaecenter Serviços II, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Sonaegest- Sociedade Gestora de Fundos de Investimento, SA	a)	Maia	60.00%	60.00%	60.00%	60.00%
Sonaerp – Retail Properties, SA	a)	Porto	100.00%	100.00%	100.00%	100.00%
Sonae Specialized Retail, SGPS, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Sonae Retalho Espanha - Servicios Generales, SA	a)	Madrid (Spain)	100.00%	100.00%	100.00%	100.00%
SIAL Participações, Ltda	a)	São Paulo (Brazil)	100.00%	100.00%	100.00%	100.00%
Sondis Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Sonvecap, BV	a)	Amsterdam (The Netherlands)	100.00%	100.00%	100.00%	100.00%
Sport Zone Canarias , SL	a)	Tenerife (Spain)	51.00%	51.00%	51.00%	51.00%
Sport Zone Espanha - Comércio de Articulos de Deporte, SA	a)	Madrid (Spain)	100.00%	100.00%	100.00%	100.00%
Sport Zone Sport Malz.Per.Satis lth.Ve Tic Ltd Sti	a)	Istanbul (Turkey)	100.00%	100.00%	100.00%	100.00%
Têxtil do Marco, SA	a)	Marco de Canaveses	92.76%	92.76%	92.76%	92.76%
2) Tlantic, BV	a)	Amsterdam (The Netherlands)	77,66%	77,66%	-	-

	Tlantic Portugal - Sistemas de Informação, SA	a)	Matosinhos	100.00%	77,66%	100.00%	100.00%
	Tlantic Sistemas de Informação, Ltda	a)	Porto Alegre (Brazil)	100.00%	77,66%	100.00%	100.00%
1)	Todos os Dias - Com. Ret. Expl. C. Comer., SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
	Valor N, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
	Worten Canarias , SL	a)	Tenerife (Spain)	51.00%	51.00%	51.00%	51.00%
	Worten – Equipamento para o Lar, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
	Worten España Distribución, SL	a)	Madrid (Spain)	100.00%	100.00%	100.00%	100.00%
	Zippy – Comércio e Distribuição, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
	Zippy - Comércio Y Distribución, SA	a)	Madrid (Spain)	100.00%	100.00%	100.00%	100.00%
	Zippy Cocuk Malz.Dag.lth.Ve Tic Ltd.Sti	a)	Istanbul (Turkey)	100.00%	100.00%	100.00%	100.00%
	ZYEvolution- Investig.e Desenvolvimento, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%

a) Control held by majority of voting rights;

b) Control held by management control.

1) Companies merged into Modelo Continente Hipermercados, SA, at 1 January 2013;

2) Companies created during the period.

These entities are consolidated using the full consolidation method, considering that they are controlled by Sonae Investimentos SGPS, S.A..

5 INVESTMENTS IN JOINTLY CONTROLLED COMPANIES AND ASSOCIATED COMPANIES

Jointly controlled companies and associated companies, their head offices, the percentage of share capital held and their book value as at 30 September 2013 and 31 December 2012 are as follows:

Company	Head Office	Percentage of capital held				Book value	
		30 September 2013		31 December 2012		30 September 2013	31 December 2012
		Direct	Total	Direct	Total		
Raso SGPS, SA (consolidated)	Lisbon	50.00%	50.00%	50.00%	50.00%	10,690,012	10,716,070
Investments in joint ventures						10,690,012	10,716,070
MDS SGPS, SA (consolidated)	Maia	46.92%	46.92%	46.92%	46.92%	42,884,904	49,205,951
Mundo VIP	Lisbon	33.34%	33.34%	33.34%	33.34%	-	-
Sempre a Postos - Produtos Alimentares e Utilidades, Lda	Lisbon	25.00%	25.00%	25.00%	25.00%	907,541	897,831
Investment in associated companies						43,792,445	50,103,782
Total						54,482,457	60,819,852

Jointly controlled companies and associated companies were consolidated using the equity method.

During the periods ended at 30 September 2013 and 2012, movements in investments, are made up as follows:

	30 September 2013			30 September 2012		
	Proportion on equity	Goodwill	Total investment	Proportion on equity	Goodwill	Total investment
Investments in associated companies						
Opening balance as at January,1	17,400,725	44,520,464	61,921,189	14,160,562	44,520,464	58,681,026
Equity method:						
Share of results in joint ventures and associated companies	(1,797,846)	-	(1,797,846)	(3,508,973)	-	(3,508,973)
Distributed dividends	(14,332)	-	(14,332)	-	-	-
Other effects on reserves	(4,525,217)	-	(4,525,217)	(685,563)	-	(685,563)
	11,063,330	44,520,464	55,583,794	9,966,026	44,520,464	54,486,490
Accumulated impairment losses (Note 21)	688,417	(1,789,754)	(1,101,337)	-	-	-
	11,751,747	42,730,710	54,482,457	9,966,026	44,520,464	54,486,490

The aggregated values of main financial indicators of jointly controlled companies and associated companies can be summarized as follows:

	30 September 2013	31 December 2012
Total Assets	190,365,607	224,506,704
Total Liabilities	128,389,657	150,484,873
	30 September 2013	30 September 2012
Income	108,753,392	120,086,780
Expenses	111,706,754	128,358,316

6 OTHER NON-CURRENT INVESTMENTS

Other non-current investments, their head offices, proportion of capital held and their book value as at 30 September 2013 and 31 December 2012 are as follows:

Company	Head Office	Percentage of capital held				Book value	
		30 September 2013		31 December 2012		30 September 2013	31 December 2012
		Direct	Total	Direct	Total		
Dispar - Distrib. de Participações, SGPS, SA	Lisbon	14.28%	14.28%	14.28%	14.28%	9,976	9,976
Inscó - Insular de Hipermerc., SA	Ponta Delgada	10.00%	10.00%	10.00%	10.00%	748,197	748,197
Other investments						12,643,524	33,847,325
						<u>13,401,697</u>	<u>34,605,498</u>

Under the caption other non-current investments there is an amount of 12,512,674 euro (33,716,476 euro as at 31 December 2012), related to deposited amounts on an Escrow Account which are invested in investment funds with superior rating and guarantee contractual liabilities assumed by Sonae Investimentos which may arise from the sale of Sonae Distribuição Brasil,S.A. and for which provisions were recorded (Note 21).

Although in accordance with the deadlines contractually established, the Escrow Account should have already been released by the buyer. That didn't happen as there are some points of disagreement on the use of the Escrow Account, namely as to whether or not, to retain the Escrow Account for ongoing fiscal procedures that have not yet been decided (Note 21). It is the understanding of the Board of Directors, based on legal opinions of Brazilian and Portuguese lawyers that the reason attends to Sonae Investimentos.

All investments are recorded at acquisition cost less impairment losses, given the fact that these are investments in unlisted shares and whose fair value was not estimated because is not reliable.

During the periods ended as at 30 September 2013 and 2012, movements in other non-current investments, are made up as follows:

	30 September 2013	30 September 2012
Investments in other companies		
Opening balance as at 1 January	34,605,498	34,613,973
Increase/(Decrease)	<u>(21,203,801)</u>	<u>(21,140)</u>
Closing balance as at 30 September	13,401,697	34,592,833
Accumulated impairment losses	-	-
	<u>13,401,697</u>	<u>34,592,833</u>

The most significant values included in the caption “Tangible assets in progress” refer to the following projects:

	30 September 2013	30 September 2012
Refurbishment and expansion of stores located in Portugal	25,953,397	15,501,872
Refurbishment and expansion of stores located in Spain	180,484	1,934,475
Projects of stores for which advance payments were made	8,782,400	8,274,617
Others	235,405	239,586
	<u>35,151,686</u>	<u>25,950,550</u>

8 INTANGIBLE ASSETS

During the nine months period ended at 30 September 2013 and 2012, movements in Intangible assets as well as depreciation and accumulated impairment losses, are made up as follows:

	Intangible assets			Total intangible assets
	Patents and other similar rights	Others	Intangible assets in progress	
Gross assets				
Opening balance as at 1 January 2013	102,405,406	183,726,252	21,301,926	307,433,584
Acquisitions	57,948	1,214	23,712,559	23,771,721
Disposals	(94,688)	(170,852)	(259,306)	(524,846)
Exchange rate effect	(41,317)	(76,036)	-	(117,353)
Transfers	413,686	13,966,632	(14,516,046)	(135,728)
Closing balance as at 30 September 2013	<u>102,741,035</u>	<u>197,447,210</u>	<u>30,239,133</u>	<u>330,427,378</u>
Accumulated depreciation and impairment losses				
Opening balance as at 1 January 2013	22,254,148	130,556,813	-	152,810,961
Depreciation and impairment losses of the period	2,028,406	12,548,866	-	14,577,272
Disposals	(94,688)	(170,852)	-	(265,540)
Exchange rate effect	(22,991)	(37,844)	-	(60,835)
Transfers	(14,339)	(2,578)	-	(16,917)
Closing balance as at 30 September 2013	<u>24,150,536</u>	<u>142,894,405</u>	<u>-</u>	<u>167,044,941</u>
Carrying amount as at 30 September 2013	<u>78,590,499</u>	<u>54,552,805</u>	<u>30,239,133</u>	<u>163,382,437</u>

	Intangible assets			Total intangible assets
	Patents and other similar rights	Others	Intangible assets in progress	
Gross assets				
Opening balance as at 1 January 2012	101,358,773	172,809,327	15,500,704	289,668,804
Acquisitions	167,356	8,374	12,396,309	12,572,039
Disposals	(206,031)	(1,144,690)	(213,724)	(1,564,445)
Exchange rate effect	3,885	(13,595)	-	(9,710)
Transfers	706,198	10,227,960	(11,021,909)	(87,751)
Closing balance as at 30 September 2012	102,030,181	181,887,376	16,661,380	300,578,937
Accumulated depreciation and impairment losses				
Opening balance as at 1 January 2012	19,148,056	114,163,082	-	133,311,138
Depreciation of the period	2,538,592	14,002,255	-	16,540,847
Impairment losses	-	-	463,419	463,419
Disposals	(200,795)	(1,124,194)	-	(1,324,989)
Exchange rate effect	(369)	(15,798)	-	(16,167)
Transfers	34,017	(44,497)	-	(10,480)
Closing balance as at 30 September 2012	21,519,501	126,980,848	463,419	148,963,768
Carrying amount as at 30 September 2012	80,510,680	54,906,528	16,197,961	151,615,169

The value of "Intangible assets in progress" relates mainly to IT projects and computer software development.

Additionally, this heading also includes the fair value attributed to a group of brands with indefinite useful lives, among which the "Continente" brand, 75,000,000 euro (the same amount as at 2012).

9 OTHER CURRENT INVESTMENTS

As at 30 September 2013 and 2012 movements in this caption can be detailed as follows:

	30 September 2013	30 September 2012
Other investments		
Opening balance as at 1 January	862,387	3,059,200
Increases in the period	98	-
Decreases in the period	(856,438)	(1,751,850)
Closing balance as at 30 September	6,047	1,307,350
Accumulated impairment losses	-	-
	6,047	1,307,350
Derivative financial instruments		
Fair value as at 1 January	30,341	2,797,069
Increase/(Decrease) in fair value	128,473	(2,640,357)
Fair value as at 30 September (Note 17)	158,814	156,712
Total of other current investments	164,860	1,464,062

10 OTHER NON-CURRENT ASSETS

As at 30 September 2013 and 31 December 2012, "Other non-current assets" are detailed as follows:

	30 September 2013	31 December 2012
Loans granted to associated companies	9,665,429	18,976,002
Accumulated impairment losses in loans granted to associated companies (Note 21)	(1,000,000)	(1,000,000)
	<u>8,665,429</u>	<u>17,976,002</u>
Trade accounts receivable and other debtors		
Cautions (a)	5,593,722	5,919,711
Legal deposits (b)	873,982	973,963
Recognition of the value to be received from Carrefour (c)	8,418,925	9,468,476
Amount receivable for the sale of Modelo Cont.Seguros	2,403,679	2,344,124
	<u>17,290,308</u>	<u>18,706,274</u>
Accumulated impairment losses in other debtors (Note 21)	(2,403,679)	(2,344,124)
	<u>14,886,629</u>	<u>16,362,150</u>
Other non-current assets	40,303	91,662
	<u>23,592,361</u>	<u>34,429,814</u>

"Loans granted to associated companies" mainly refer to MDS SGPS, SA 8,665,429 euro (17,971,001 euro as at 31 December 2012). These loans bear interests at usual market rates and do not have a defined maturity.

Most significant values included in "Trade accounts receivable and other debtors" refers to:

- a) Amounts related with guarantees of lease contracts in group stores located in Spain, which have not matured until this date;
- b) Amounts related to legal deposits made by a Brazilian subsidiary, for which are recorded the correspondent liabilities in the caption "Other non-current liabilities" (Note 18), with no defined maturity;
- c) As a result of agreements signed in 2005 by former subsidiary - Sonae Distribuição Brasil, SA (sold to Wal-Mart in 2005) with Carrefour Comércio e Indústria Ltda, Sonae Investimentos assumed the responsibility to compensate Carrefour for the expenses that would arise from the 10 stores licensing process in the Brazilian state of São Paulo that were sold to that entity. During 2010, Carrefour triggered a bank warranty "on first demand" amounting to 25,340,145.80 Brazilian real (approximately 8.5 million euro) for alleged expenses incurred with the mentioned stores and that allegedly, arose from the need to remedy deficiencies cited by competent authorities for the licensing process. However no evidence of those expenses was presented to Sonae, or proof of necessity of carrying out such costs for the licensing process as established on the mentioned agreement.

It is the understanding of the Board of Directors and the Group attorneys that the amount paid will be recovered. The company has already started the legal proceedings against Carrefour Comércio e Indústria, Ltda. to recover the above mentioned amount. It's the Board of Directors and the Group attorneys understanding that the amount is recoverable, since Carrefour has never proved the existence of the costs that it claims and which validate the usage of the above mentioned warranty, or through the warranty expiration date (according with Brazilian law).

According to Group attorneys, the amount improperly received by Carrefour for which a reimbursement will be requested (25,340,145.80 Brazilian real), will earn interests at the SELIC rate, and it is expected that the legal process will last up to 7 years.

11 TRADE ACCOUNTS RECEIVABLE AND OTHER CURRENT ASSETS

As at 30 September 2013 and 31 December 2012, "Trade accounts receivable and other current assets" are made up as follows:

	30 September 2013	31 December 2012
Trade accounts receivable	46,839,142	34,481,523
Taxes recoverable	55,835,056	63,826,930
Granted loans to related companies	8,066,904	8,423,538
Other debtors		
Trade suppliers - debtor balances	36,748,534	30,578,619
Credit sales to third parties	937,400	1,389,623
Special regime for settlement of tax and social security debts	12,047,569	12,047,569
VAT recoverable on real estate assets	1,144,486	1,143,779
Accounts receivable from the disposal of tangible fixed assets	695,920	915,522
Other debtors	27,823,949	11,882,482
	<u>79,397,858</u>	<u>57,957,594</u>
Other current assets		
Commercial discounts	50,403,118	30,490,883
Interests to be received	1,300,927	1,141,142
Commissions to be received	1,780,782	1,926,548
Prepayments - Rents	6,770,831	6,687,441
Condominiums management fee's	1,454,456	1,490,358
Insurance premiums paid in advance	6,042,212	5,076,606
Insurance indemnities	2,430,736	7,423,141
Software licenses	2,721,182	1,460,671
Other current assets	6,679,579	8,468,485
	<u>79,583,823</u>	<u>64,165,275</u>
Accumulated impairment losses (Note 21)	<u>(16,125,846)</u>	<u>(17,827,303)</u>
	<u>253,596,937</u>	<u>211,027,557</u>

12 DEFERRED TAX

Deferred tax assets and liabilities as at 30 September 2013 and 31 December 2012 are as follows, taking into consideration its temporary differences:

	Deferred tax assets		Deferred tax liabilities	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
Difference between fair value and acquisition cost	3,779,408	3,779,408	29,935,403	30,285,857
Amortisation and depreciation	129,010	117,928	76,296,229	71,619,715
Provisions and impairment losses not accepted for tax purposes	54,180,294	19,872,171	-	-
Write-off of tangible and intangible assets	2,120,015	3,340,298	-	-
Valuation of hedging derivatives	427,682	107,198	286,496	48,946
Amortisation of goodwill for tax purposes	-	-	24,779,057	23,732,055
Revaluation of tangible assets	-	-	1,613,046	1,727,983
Tax losses carried forward	66,753,415	93,593,647	-	-
Reinvested capital gains/(losses)	-	-	902,570	1,000,609
Others	6,026,079	2,304,700	409,218	1,698,810
	<u>133,415,903</u>	<u>123,115,350</u>	<u>134,222,019</u>	<u>130,113,975</u>

As at 30 September 2013 and 31 December 2012, and in accordance with tax statements presented by companies that recorded deferred tax assets arising from tax losses carried forward and using exchange rates effective at that time, tax losses carried forward can be summarized as follows:

	30 September 2013			31 December 2012		
	Tax losses carried forward	Deferred tax assets	Time limit	Tax losses carried forward	Deferred tax assets	Time limit
With limited time use						
Generated in 2007	1,223,112	305,778	2013	1,223,112	305,778	2013
Generated in 2008	1,220,020	305,005	2014	1,219,236	304,808	2014
Generated in 2009	2,739	685	2015	3,523	881	2015
Generated in 2010	99,670	24,918	2014	99,670	24,918	2014
Generated in 2011	285,757	71,440	2015	286,255	71,564	2015
Generated in 2012	87,055	21,764	2017	87,055	21,764	2017
Generated in 2013	641,227	160,306	2018	-	-	
	<u>3,559,580</u>	<u>889,896</u>		<u>2,918,851</u>	<u>729,713</u>	
With a time limit different from the above mentioned	219,545,066	65,863,519		309,546,450	92,863,934	
	<u>223,104,646</u>	<u>66,753,415</u>		<u>312,465,301</u>	<u>93,593,647</u>	

As at 30 September 2013 and 31 December 2012, deferred tax assets resulting from tax losses were assessed and only recognized to the extent it was probable that sufficient taxable profits will be available in the future against which the deferred tax assets can be used, or when taxable temporary differences are recognized by the same entity and expected to reverse in the same period. This assessment was based on business plans of Sonae Investimentos companies, which are periodically reviewed and updated, and on identified and available tax planning opportunities.

During the period ended as at 30 September 2013, the Group has reversed the value of deferred tax assets from tax losses that have been recorded in previous years in Worten and Sport Zone in Spain amounting to 32.5 million euro, considering that they will not be used before the correspondent time limit.

As at 30 September 2013 tax losses carried forward, have not originated deferred tax assets for prudential reasons. These may be summarized as follows:

	30 September 2013			31 December 2012		
	Tax losses carried forward	Deferred tax credit	Time limit	Tax losses carried forward	Deferred tax credit	Time limit
With limited time use						
Generated in 2007	60,805	15,202	2013	60,805	15,202	2013
Generated in 2008	2,617,121	654,281	2014	3,135,429	783,858	2014
Generated in 2009	5,084,870	1,271,217	2015	5,302,815	1,325,703	2015
Generated in 2010	5,386,907	1,346,727	2014	5,386,907	1,346,727	2014
Generated in 2011	4,292,265	1,073,066	2015	4,292,265	1,073,066	2015
Generated in 2012	3,495,558	873,889	2017	3,557,841	889,460	2017
Generated in 2013	279,835	69,959	2018	-	-	
	<u>21,217,361</u>	<u>5,304,341</u>		<u>21,736,062</u>	<u>5,434,016</u>	
Without limited time use	13,409,854	4,559,350		11,625,306	3,952,604	
With a time limit different from the above mentioned	141,191,550	42,357,464		21,316,027	6,394,808	
	<u>175,818,765</u>	<u>52,221,155</u>		<u>54,677,395</u>	<u>15,781,428</u>	

13 CASH AND CASH EQUIVALENTS

As at 30 September 2013 and 31 December 2012 "Cash and cash equivalents" can be detailed as follows:

	30 September 2013	31 December 2012
Cash at hand	7,251,221	6,964,521
Bank deposits	57,517,324	115,130,218
Treasury applications	-	40,099,667
Cash and cash equivalents on the balance sheet	<u>64,768,545</u>	<u>162,194,406</u>
Bank overdrafts (Note 16)	<u>(1,029,517)</u>	<u>(13,211,964)</u>
Cash and cash equivalents on the statement of cash flows	<u>63,739,028</u>	<u>148,982,442</u>

Bank overdrafts, are disclosed in the statement of financial position under Current bank loans.

14 SHARE CAPITAL

As at 30 September 2013, the share capital, which is fully subscribed and paid for, is made up by 1,000,000,000 ordinary shares which do not hold right to any fixed income, with a nominal value of 1 Euro each.

As at 30 September 2013, the subscribed share capital was held as follows:

<u>Entity</u>	<u>%</u>
Sonae, SGPS, S.A.	76.856%
Sonae Investments, BV	13.142%
Sonae Specialized Retail, SGPS, S.A.	10.000%
Libra Serviços, S.A.	0.002%

As at 30 September 2013, Efanor Investimentos S.G.P.S., S.A. and its subsidiaries held 52.48% of the share capital of Sonae, SGPS, S.A.

15 NON-CONTROLLING INTERESTS

Movements in “Non-controlling interests” during the periods ended as at 30 September 2013 and 31 December 2012 are as follows:

	<u>30 September 2013</u>	<u>31 December 2012</u>
Opening balance as at 1 January	85,691,823	75,700,031
Dividends	(190,744)	(157,074)
Income distribution	-	(6,015,675)
Increase of capital and premium on subsidiaries	506,032	1,166,629
Partial disposal of subsidiaries	550,281	-
Optional entries of capital	-	15,000,000
Others	1,894	22,482
Profit for the period attributable to non-controlling interests	1,282,424	(24,570)
Closing balance	<u>87,841,710</u>	<u>85,691,823</u>

16 LOANS

As at 30 September 2013 and 31 December 2012, "Loans" are made up as follows:

	30 September 2013		31 December 2012	
	Outstanding amount		Outstanding amount	
	Current	Non Current	Current	Non Current
Bank loans				
Sonae Investimentos, SGPS, S.A. - commercial paper	62,500,000	227,500,000	28,500,000	147,500,000
Subsidiary of Sonae Investimentos	20,000,000	55,000,000	10,000,000	65,000,000
Others	3,641,675	2,950,367	3,500,038	6,500,345
	<u>86,141,675</u>	<u>285,450,367</u>	<u>42,000,038</u>	<u>219,000,345</u>
Bank overdrafts (Note 13)	1,029,517	-	13,211,964	-
Up-front fees beard with the issuance of borrowings	(64,638)	(341,459)	(36,153)	(541,996)
Bank loans	<u>87,106,554</u>	<u>285,108,908</u>	<u>55,175,849</u>	<u>218,458,349</u>
Bonds				
Bonds Sonae Distribuição / 2007 / 2015	-	200,000,000	-	200,000,000
Bonds Sonae Distribuição / 2007 / 2015	-	155,000,000	155,000,000	155,000,000
Bonds Sonae Distribuição 2009 / 2014	10,000,000	-	16,000,000	10,000,000
Bonds Sonae Investimentos 2012 / 2017	-	170,000,000	-	170,000,000
Bonds Sonae Investimentos 2013 / 2018	-	50,000,000	-	-
Up-front fees beard with the issuance of borrowings	(14,675)	(1,962,365)	(99,218)	(2,261,608)
Bonds	<u>9,985,325</u>	<u>573,037,635</u>	<u>170,900,782</u>	<u>532,738,392</u>
Other loans	25,885	73,140	33,466	90,166
Derivative instruments (Note 17)	1,380,082	-	953,531	-
Other loans	<u>1,405,967</u>	<u>73,140</u>	<u>986,997</u>	<u>90,166</u>
Obligations under finance leases	3,179,809	8,125,872	3,383,796	9,942,240
	<u>101,677,655</u>	<u>866,345,555</u>	<u>230,447,424</u>	<u>761,229,147</u>

At 30 September 2013, Sonae Investimentos has agreed lines of credit and commercial paper amounting to 843 million euro, of which 333 million euro with firm commitments with maturity not exceeding one year and 410 million euro with firm commitments with maturity over 1 year.

Under the above mentioned lines of credit and commercial paper programs with firm commitments, the Group has 453 million euro credit facilities available to meet its liquidity requirements.

The average interest rate at 30 September 2013 of bonds and loans was 2.51% (2.50% on 31 December 2012).

The derivative instruments are recorded at fair value (Note 17).

The repayment schedule of the nominal value of borrowings (including bank loans and obligations under finance leases) is summarized as follows:

	30 September 2013	31 December 2012
N+1	100,376,886	229,629,264
N+2	392,698,834	58,633,624
N+3	287,905,911	417,084,216
N+4	136,096,892	190,541,370
N+5	50,880,999	96,149,353
After N+5	<u>1,066,743</u>	<u>1,624,188</u>
	<u>969,026,265</u>	<u>993,662,015</u>

The maturities above were estimated in accordance with the contractual terms of loans and contracts.

17 DERIVATIVES

Exchange rate derivatives

In what concerns financial risk management policy, Sonae Investimentos uses exchange rate derivatives, essentially to hedge future cash flows.

As at 30 September 2013, the fair value of the exchange rate derivatives, calculated taking into consideration the present market value of equivalent financial instruments, is estimated as follows:

	30 September 2013	31 December 2012
Assets (Note 9)	158,814	30,341
Liabilities (Note 16)	<u>(1,380,082)</u>	<u>(953,531)</u>
	<u>(1,221,268)</u>	<u>(923,190)</u>

Gains or losses for the period arising from changes in the fair value of derivatives amounting to (1,221,268) euro ((923,190) euro at 31 December 2012) were recorded under the caption "Hedging Reserve" of Comprehensive Income, when considered hedging instruments and in income statement under the caption "Other expenses" when considered as fair value hedging.

Interest rate derivatives

As at 30 September 2013, the Group had no financial instrument derivative on the interest rate.

18 OTHER NON-CURRENT LIABILITIES

As at 30 September 2013 and 31 December 2012, the caption "Other non-current liabilities" was made up as follows:

	30 September 2013	31 December 2012
Shareholders loans	405,055,385	404,631,259
Tangible fixed assets suppliers	1,100,000	1,137,500
Other non-current liabilities	2,488,478	2,576,894
Share based payments (Note 19)	3,397,947	2,655,169
Deferred revenue on the sale of the extended warranties	24,851,198	14,550,263
Accruals and deferrals	2,978,445	3,958,567
Other non-current liabilities	<u>439,871,453</u>	<u>429,509,652</u>

The caption "Shareholders loans" includes:

-a subordinate bond loan, with a fixed interest rate, repayable after 10 years issued by Sonae Investimentos, SGPS, SA fully subscribed. This loan was fully subscribed and paid for by Sonae SGPS, SA on 28 December 2010, amounting to 400 million euro corresponding to 8,000 bonds with a nominal value of 50,000 euro each. The fair value of this loan on 30 September 2013 is 41,206 euro (42,606 euro as at 31 December 2012) per obligation having been determined based on discounted cash flows method;

-the amount payable to participating companies refers to a shareholders' loan granted by a minority shareholder to a subsidiary that bears interest at usual market rate. The fair value of this loan is similar to its book value, with no defined maturity.

As at 30 September 2013, the caption "Other non-current liabilities" includes 709,229 euro (797,645 euro as at 31 December 2012) mainly refers to the estimated amounts to fulfil the legal and tax obligations of a Brazilian subsidiary which were considered appropriate to face up to future losses on lawsuits and for which legal deposits exist, which are recorded under the caption "Other non-current assets" (Note 10), with no defined maturity.

19 SHARE BASED PAYMENT PLANS

In 2013 and in previous years, Sonae Investimentos Group granted deferred performance bonuses to its directors and eligible employees. These are based on shares to be acquired at nil cost or with discount, three years after they were attributed to the employee. The purchase can be exercised during the period between the third anniversary of the grant date and the end of that year. The company has the choice to settle its responsibilities in cash instead of shares. The option can only be exercised if the employee still works for Sonae Group on the vesting date.

Liabilities arising from deferred performance bonuses as at 30 September 2013 and 31 December 2012 are made up as follows:

	Grant year	Vesting year	Number of participants	Number of shares		Fair Value	
				30 September 2013	31 December 2012	30 September 2013	31 December 2012
Shares							
	2010	2013	4*	618,396	729,799	-	501,372
	2011	2014	52	2,837,150	3,131,398	2,902,179	2,151,270
	2012	2015	59	4,754,979	5,079,345	4,667,883	3,489,510
	2013	2016	61	2,637,060	-	2,426,485	-
Total				10,847,585	8,940,542	9,996,547	6,142,152

* In December 2012, some Group companies paid this plan in advanced;

As at 30 September 2013 and 31 December 2012 the financial statements include the following amounts corresponding to the period elapsed between the date of granting and those dates for each deferred bonus plan, which has not yet vested:

	30 September 2013	31 December 2012
Staff costs	3,482,469	3,417,392
Recorded in previous years	2,645,955	(260,851)
	6,128,424	3,156,541
Other non-current liabilities (Note 18)	3,397,947	2,655,169
Other current liabilities (Note 20)	2,730,477	501,372
	6,128,424	3,156,541

The share based payment plan costs are recognized during the years between the grant and vesting date as staff costs.

20 TRADE CREDITORS AND OTHER CURRENT LIABILITIES

As at 30 September 2013 and 31 December 2012 the caption “Trade creditors and other current liabilities” can be detailed as follows:

	30 September 2013	31 December 2012
Trade creditors	980,521,915	1,090,451,413
Taxes payable	49,997,294	47,866,681
Other creditors		
Tangible asset suppliers	21,647,309	49,507,973
Related undertakings	-	377,748
Other debts	47,171,252	42,591,281
	<u>68,818,561</u>	<u>92,477,002</u>
Other current liabilities		
Holiday pay and bonuses	97,127,727	88,329,450
Interest payable	32,412,013	4,934,351
Marketing expenses	11,500,223	13,825,089
Other external supplies and services	45,752,418	40,786,512
Accrued income - rents	2,842,642	2,643,727
Real Estate Municipality tax	3,893,156	3,276,643
Share based payments (Note 19)	2,730,477	501,372
Others	5,249,003	9,096,268
	<u>201,507,660</u>	<u>163,393,412</u>
	<u>1,300,845,430</u>	<u>1,394,188,508</u>

The caption “Other debts” includes:

- 22,978,883 euro (22,632,350 euro as at 31 December 2012), of attributed discounts not yet redeemed related to loyalty card “Cartão Cliente”;
- 9,831,856 euro (8,844,988 euro as at 31 December 2012) related to means of payments owned by clients as vouchers, gift cards and discount tickets owned by clients; and
- 4,628,607 euro (5,208,150 euro as at 31 December 2012) related to amounts payable to Sonae Distribuição Brasil, SA buyer as a result of responsibilities assumed with that entity.

21 PROVISIONS AND ACCUMULATED IMPAIRMENT LOSSES

Movements in “Provisions and impairment losses”, for the nine months period ended as at 30 September 2013 and 2012, were as follows:

Caption	Balance as at 1 January 2013	Increase	Decrease	Balance as at 30 September 2013
Accumulated impairment losses on investments (Note 5)	1,101,337	-	-	1,101,337
Accumulated impairment losses on tangible assets (Note 7)	1,496,933	123,900,000	-	125,396,933
Accumulated impairment losses on other non current assets (Note 10)	3,344,124	59,555	-	3,403,679
Accumulated impairment losses on trade accounts receivable and other debtors (Note 11)	17,827,303	3,443,843	(5,145,300)	16,125,846
Accumulated impairment losses on inventories	43,160,752	6,943,250	(10,033,071)	40,070,931
Non current provisions	46,471,233	10,000,000	(25,173,636)	31,297,597
Current provisions	2,228,330	15,800,000	(700,000)	17,328,330
	<u>115,630,012</u>	<u>160,146,648</u>	<u>(41,052,007)</u>	<u>234,724,653</u>

Caption	Balance as at 1 January 2012	Increase	Decrease	Balance as at 30 September 2012
Accumulated impairment losses on intangible assets	1,496,933	463,419	-	1,960,352
Accumulated impairment losses on other non current assets	1,450,000	-	-	1,450,000
Accumulated impairment losses on trade accounts receivable and other debtors	24,335,766	5,021,153	(9,846,781)	19,510,138
Accumulated impairment losses on inventories	33,972,326	13,181,847	(4,269,700)	42,884,473
Non current provisions	35,325,262	47,327	(2,764,342)	32,608,247
Current provisions	2,249,330	-	(21,000)	2,228,330
	<u>98,829,617</u>	<u>18,713,746</u>	<u>(16,901,823)</u>	<u>100,641,540</u>

The caption non-current provisions includes 12,852,981 euro (24,423,571 euro as at 31 December 2012) relating to non-current contingencies assumed by the company, when selling its subsidiary Sonae Distribuição Brasil, S.A. in 2005. This provision is being used as costs are incurred and its recorded taking into account the best estimate of costs to be incurred which results from a significant number of civil and labour lawsuits of reduced amount. During the period, the Group proceeded to a change in the estimate based on a processes reanalysis.

The caption non-current provisions and the movement in the period in this caption, also includes the estimated liabilities incurred by the Group on the sale of warranty extension programs on products traded by the Specialised Retail operating segment in the amount of 15,713,774 euro (19,316,820 euro as at 31 December 2012). These extensions are granted for a period of one to three years after the end of legal mandatory warranty provided by the producers.

22 CONTINGENT ASSETS AND LIABILITIES

As at 30 September 2013 and 31 December 2012, the major “Contingent liabilities” were guarantees given, which can be detailed as follows:

	30 September 2013	31 December 2012
Guarantees given:		
on tax claims	529,275,680	300,501,734
on municipal claims	6,389,945	6,095,992
others	20,609,047	26,207,255
Securities provided to subsidiaries (a)	215,016,937	172,973,984

a) Guarantees given to Tax Authorities in favor of subsidiaries to defer tax claims.

The amount of guarantees related to tax claims include 346 million euro (296.7 million euro as at 31 December 2012) related to appeals against additional corporate income tax assessments, as well as guarantees amounting to 387.8 million euro related to VAT proceedings (166.4 million euro as at 31 December 2012).

Food and specialised based retail subsidiaries of the Company, granted guarantees in favour of the Portuguese Tax Administration, associated with tax claims for VAT, amounting to 354.4 million euro (193.9 million euro as at 31 December 2012) related to the period from 2004 to 2009, for which the Company has presented, or has the intention of presenting, a tax appeal. Portuguese tax authorities claim that the Company should have invoiced VAT related to promotional discounts invoiced to suppliers which depend on the purchases made by the Group during the year, as it considers that the discounts correspond to services rendered by the company. Tax authorities also claim that the company should not have deducted VAT from discount vouchers used by its non-corporate clients.

In concern to the Guarantees granted the most relevant tax claims refer to: i) 60 million euro as a result of a tax appeal presented by Sonae concerning an additional tax assessment by Tax authorities, relating to 31 December 2005, following the correction of taxable income for that period as Tax authorities did not accept the recognition of tax losses incurred after the liquidation of a subsidiary of Sonae Investimentos, since it considered that the cover of losses in that subsidiary should not be part of the cost of acquisition of that investment, which is not in accordance with previous assessments of Tax Authorities; and ii) the amount of 50 million euro, following a tax appeal presented by the Company concerning additional tax assessments made by Tax authorities, relating to 31 December 2002, which refer to the non-acceptance by Tax authorities of tax losses related to the sale and liquidation of a subsidiary of the Group.

The caption “Guarantees given on tax claims” also includes a granted guarantee on a tax claim of a subsidiary in Brazil of approximately 21.6 million euro (65.6 million Brazilian real), which is being judged by tax court, and the difference refers to accruals, (65.6 million Brazilian real as at 31 December 2012).

In addition to the Guarantees disclosed above as a consequence of the sale of a subsidiary company in Brazil, Sonae guaranteed the buyer all the losses incurred by that company arising on unfavourable decisions not open for appeal, concerning tax lawsuits on transactions that took place before the sale date (13 December 2005) and that exceed 40 million euro. As at 30 September 2013, the amount claimed by the Brazilian Tax Authorities concerning the tax lawsuits still in progress, which the company's lawyers assess as having a high

probability of loss plus the amounts already paid (26 million euro) related to programmes for the Brazilian State of tax recovery amount to near 39.3 million euro (39.3 million euro as at 31 December 2012). Furthermore, there are other tax lawsuits totalling 61.3 million euro (61.3 million euro as at 31 December 2012) for which the Board of Directors, based on the lawyers' assessment, understands will not imply future losses to the old subsidiary.

No provision has been recognized to face up to risks arising from events related to guarantees given, as the Board of Directors considers that no liabilities will result to Sonae Investimentos.

23 RELATED PARTIES

Balances and transactions with related parties are detailed as follows:

Transactions	Sales and services rendered		Purchases and services obtained	
	30 September 2013	30 September 2012	30 September 2013	30 September 2012
Parent company	872,996	824,132	2,210,928	1,257,860
Jointly controlled companies	1,132,771	977,883	3,655,617	2,712,942
Associated companies	24,885,881	25,383,726	233,219	212,790
Other related parties ⁽¹⁾	46,351,283	43,352,025	45,295,976	52,209,556
	<u>73,242,931</u>	<u>70,537,766</u>	<u>51,395,740</u>	<u>56,393,148</u>

Transactions	Interest income		Interest expenses	
	30 September 2013	30 September 2012	30 September 2013	30 September 2012
Parent company	-	-	22,049,774	22,068,599
Jointly controlled companies	297,722	242,576	-	-
Associated companies	390,557	834,891	-	-
Other related parties ⁽¹⁾	167	-	3,347,692	3,870,613
	<u>688,446</u>	<u>1,077,467</u>	<u>25,397,466</u>	<u>25,939,212</u>

Balances	Accounts receivable		Accounts payable	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
Parent company	275,727	404,416	24,676,190	2,306,676
Jointly controlled companies	567,465	315,594	816,704	405,529
Associated companies	7,611,732	6,039,723	602,858	412,093
Other related parties ⁽¹⁾	20,840,610	18,464,066	16,607,001	22,117,155
	<u>29,295,534</u>	<u>25,223,799</u>	<u>42,702,753</u>	<u>25,241,453</u>

Balances	Loans			
	Obtained		Granted	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
Parent company (Note 18)	347,400,000	347,400,000	-	-
Jointly controlled companies	-	-	8,050,000	7,939,822
Associated companies	-	-	8,674,358	19,451,742
Other related parties ⁽¹⁾	57,216,289	57,216,289	-	-
	<u>404,616,289</u>	<u>404,616,289</u>	<u>16,724,358</u>	<u>27,391,564</u>

- (1) Other related parties are considered to be related party affiliates or companies under joint control of Efanor SGPS, SA that are not included in Sonae Investimentos, including companies belonging to the Sonae Group, Sonae Indústria and Sonae Capital and minority shareholders of subsidiaries and affiliates of the Group.

The amounts recorded as loans granted from other relating parties represent borrowings from shareholders of subsidiary companies which bear interests at market rates.

Granted loans to associated companies, refer to values of loans granted to associate MDS, SGPS, SA 8,665,429 euro (18,451,742 euro as at 31 December 2012).

24 INCOME TAX

Income tax for the nine months period ended on 30 September 2013 and 2012 is detailed as follows:

	<u>30 September 2013</u>	<u>30 September 2012</u>
Current tax	13,597,840	13,591,344
Deferred tax	<u>(6,102,916)</u>	<u>(10,369,295)</u>
	<u>7,494,924</u>	<u>3,222,049</u>

25 EARNINGS PER SHARE

Earnings per share for the nine months period ended on 30 September 2013 and 2012 were calculated taking into consideration the following amounts:

	<u>30 September 2013</u>	<u>30 September 2012</u>
Net profit		
Net profit taken into consideration to calculate basic earnings per share (consolidated profit for the period)	(96,362,449)	20,500,533
Net profit taken into consideration to calculate diluted earnings per share	<u>(96,362,449)</u>	<u>20,500,533</u>
Number of shares		
Weighted average number of shares used to calculated basic earnings per share	900,000,000	900,000,000
Weighted average number of shares used to calculated diluted earnings per share	<u>900,000,000</u>	<u>900,000,000</u>
Earnings per share (basic and diluted)	<u>(0.107069)</u>	<u>0.022778</u>

On 30 September 2013 and 2012 there is no dilutive effect on the number of shares outstanding.

26 SEGMENT INFORMATION

The contribution of the main segments for the nine months period ended on 30 September 2013 and 2012 can be detailed as follows:

	Sonae MC	Sonae SR	Sonae RP	Eliminations and others	Total
30 September 2013					
Turnover	2,491,722,101	827,065,933	92,589,990	(55,918,745)	3,355,459,279
Amortisation, provisions and impairment losses	63,618,891	53,496,997	22,910,103	3,264,397	143,290,389
EBIT direct	120,718,211	(73,597,329)	60,620,392	1,189,127	108,930,401
Invested capital	436,787,923	204,413,609	1,257,528,696	88,695,859	1,987,426,087
Sales area [000 m ²]	570	398	-	59	1,027

	Sonae MC	Sonae SR	Sonae RP	Eliminations and others	Total
30 September 2012					
Turnover	2,405,267,313	866,856,159	89,465,297	(58,315,548)	3,303,273,221
Amortisation, provisions and impairment losses	65,998,804	48,091,156	22,811,115	2,744,048	139,645,123
EBIT direct	106,445,456	(86,178,964)	58,785,479	1,840,047	80,892,018
Invested capital	374,941,963	372,871,705	1,342,995,687	133,128,632	2,223,937,987
Sales area [000 m ²]	550	413	-	63	1,026

The adjustments in Direct EBIT and amortizations and provisions can be analyzed as follows:

	30 September 2013	30 September 2012
EBIT Direct	108,930,401	80,892,018
Real estate and assets in Spain impairments (Note 7)	(123,900,000)	-
Provision to contingent liabilities in Brazil (Neta 21)	(10,000,000)	-
Others	(8,109,871)	3,808,671
EBIT Total	(33,079,470)	84,700,689

Sonae MC

Includes the contribution of Group's activity related with the insignias of food based retail (Continente, Bom Bocado, Wells and Book.it).

Sonae SR

Includes the contribution of Group's activity related with the insignia of non-food retail (Worten, Worten Mobile, Worten Gamer, Sportzone, Loop, Modalfa and Zippy).

Sonae RP

Includes real estate assets owned and managed by Sonae Investimentos, namely commercial galleries associated to units Continente and Continente Modelo.

Others

Include consolidation adjustments and eliminations of intra-group balances and contribution from other companies not included in the previous segments. These values also include the elimination of rents invoiced by the Real Estate Segment to other Segments, presented in the turnover caption.

EBIT

Turnover + Other income – Operational costs + Gains / losses on sales of businesses – Amortisations, provisions and impairment losses.

Direct Ebit

EBT + financial result + others results

Invested Capital

Gross real estate assets + other fixed assets (including Goodwill) - Amortisations and impairment losses + Financial investments + Working capital.

27 APPROVAL OF THE FINANCIAL STATEMENTS

The accompanying consolidated financial statements were approved by the Board of Directors and authorized for issue on 11 November 2013.

The Board of Directors,

Duarte Paulo Teixeira de Azevedo

Ângelo Gabriel Ribeirinho dos Santos Paupério

Condensed individual financial statements

SONAE INVESTIMENTOS, SGPS, SA

CONDENSED INDIVIDUAL STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2013 AND 2012 AND 31 DECEMBER 2012

*(Translation of individual financial statements originally issued in Portuguese.
In case of discrepancy the Portuguese version prevails)**(Amounts expressed in euro)*

ASSETS	Notes	30.September.2013	30.September.2012	31.December.2012
NON-CURRENT ASSETS:				
Tangible assets		35	67	60
Intangible assets		511	1,833	1,225
Investments in affiliated companies	4	2,644,974,207	2,650,329,951	2,653,628,614
Deferred tax assets		12,293	2,944,026	28,070
Other non-current assets	5	1,069,733,203	1,436,977,274	1,092,008,435
Total non-current assets		<u>3,714,720,249</u>	<u>4,090,253,151</u>	<u>3,745,666,404</u>
CURRENT ASSETS:				
Trade accounts receivable and other current assets	6	342,089,749	204,264,860	214,627,839
Cash and cash equivalents	7	1,199,937	11,076,649	94,502,364
Total current assets		<u>343,289,686</u>	<u>215,341,509</u>	<u>309,130,203</u>
TOTAL ASSETS		<u>4,058,009,935</u>	<u>4,305,594,660</u>	<u>4,054,796,607</u>
EQUITY AND LIABILITIES				
EQUITY:				
Share capital	8	1,000,000,000	1,000,000,000	1,000,000,000
Reserves and retained earnings		1,295,076,026	1,329,382,832	1,329,382,832
Profit for the period		(19,503,537)	14,453,933	5,693,194
TOTAL EQUITY		<u>2,275,572,489</u>	<u>2,343,836,765</u>	<u>2,335,076,026</u>
LIABILITIES:				
NON-CURRENT LIABILITIES:				
Loans	9	802,201,107	843,466,798	685,223,377
Deferred tax liabilities		-	374	237
Other non-current liabilities	10	400,000,000	400,000,000	400,000,000
Total non-current liabilities		<u>1,202,201,107</u>	<u>1,243,467,172</u>	<u>1,085,223,614</u>
CURRENT LIABILITIES:				
Loans	9	76,799,707	176,638,647	202,728,175
Trade accounts payable and other current liabilities	11	503,436,632	541,652,076	431,768,792
Total current liabilities		<u>580,236,339</u>	<u>718,290,723</u>	<u>634,496,967</u>
TOTAL EQUITY AND LIABILITIES		<u>4,058,009,935</u>	<u>4,305,594,660</u>	<u>4,054,796,607</u>

The accompanying notes are part of these condensed individual financial statements.

The Board of Directors

SONAE INVESTIMENTOS, SGPS, SA

CONDENSED INDIVIDUAL INCOME STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2013 AND 2012

*(Translation of individual financial statements originally issued in Portuguese.
In case of discrepancy the Portuguese version prevails)*

(Amounts expressed in euro)

	Notes	3 rd Quarter 2013	3 rd Quarter 2012	30.September.2013	30.September.2012
Services rendered		506,958	498,474	1,406,291	1,424,626
Gains or losses on investments	14	(26,870,631)	8,073,496	(6,758,777)	32,719,872
Financial income	15	15,318,421	12,280,476	46,040,369	38,619,429
Other income		198,522	190,217	580,315	330,951
External supplies and services		(1,024,292)	(776,740)	(3,098,635)	(2,037,063)
Staff costs		(7,823)	(64,494)	(25,876)	(70,696)
Depreciation and amortisation		(62)	(614)	(731)	(1,843)
Provisions and impairment losses		(19,852)	-	(59,555)	-
Financial expenses	15	(19,442,845)	(21,454,426)	(58,704,658)	(62,024,938)
Other expenses		(80,258)	(25,207)	(314,270)	(331,712)
Profit/(Loss) before taxation		<u>(31,421,862)</u>	<u>(1,278,818)</u>	<u>(20,935,527)</u>	<u>8,628,626</u>
Taxation		(864,054)	2,197,969	1,431,990	5,825,307
Profit/(Loss) after taxation		<u>(32,285,916)</u>	<u>919,151</u>	<u>(19,503,537)</u>	<u>14,453,933</u>
Profit/(Loss) per share	16	<u>(0.0359)</u>	<u>0.0010</u>	<u>(0.0217)</u>	<u>0.0161</u>

The accompanying notes are part of these condensed individual financial statements.

The Board of Directors

SONAE INVESTIMENTOS, SGPS, SA

CONDENSED INDIVIDUAL STATEMENTS OF COMPREHENSIVE INCOME FOR THE PERIODS ENDED 30 SEPTEMBER 2013 AND 2012

*(Translation of the individual financial statements originally issued in Portuguese.
In case of discrepancy the Portuguese version prevails)*

(Amounts expressed in euro)

	<u>3rd Quarter 2013</u>	<u>3rd Quarter 2012</u>	<u>30.September.2013</u>	<u>30.September.2012</u>
Net Profit / (Loss) for the period	(32,285,916)	919,151	(19,503,537)	14,453,933
Total comprehensive income for the period	<u>(32,285,916)</u>	<u>919,151</u>	<u>(19,503,537)</u>	<u>14,453,933</u>

The accompanying notes are part of these condensed individual financial statements.

The Board of Directors

SONAE INVESTIMENTOS, SGPS, SA

CONDENSED INDIVIDUAL STATEMENTS OF CHANGES IN EQUITY FOR THE PERIODS ENDED AS AT 30 SEPTEMBER 2013 AND 2012

(Translation of the individual financial statements originally issued in Portuguese. In case of discrepancy the Portuguese version prevails)

(Amounts expressed in euro)

	Reserves and retained earnings				Net Profit/(Loss)	Total
	Share capital	Legal reserve	Other reserves and retained earnings	Total reserves and retained earnings		
Balance as at 1 January 2012	1,000,000,000	139,614,881	1,194,909,392	1,334,524,273	14,858,559	2,349,382,832
Total comprehensive income for the period	-	-	-	-	14,453,933	14,453,933
Appropriation of profit of 2011:						
Transfer to legal reserves and other reserves	-	742,928	-	742,928	(742,928)	-
Dividends distributed	-	-	(5,884,369)	(5,884,369)	(14,115,631)	(20,000,000)
Balance as at 30 September 2012	1,000,000,000	140,357,809	1,189,025,023	1,329,382,832	14,453,933	2,343,836,765
Balance as at 1 January 2013	1,000,000,000	140,357,809	1,189,025,023	1,329,382,832	5,693,194	2,335,076,026
Total comprehensive income for the period	-	-	-	-	(19,503,537)	(19,503,537)
Appropriation of profit of 2012:						
Transfer to legal reserves and other reserves	-	284,660	-	284,660	(284,660)	-
Dividends distributed	-	-	(34,591,466)	(34,591,466)	(5,408,534)	(40,000,000)
Balance as at 30 September 2013	1,000,000,000	140,642,469	1,154,433,557	1,295,076,026	(19,503,537)	2,275,572,489

The accompanying notes are part of these condensed individual financial statements.

The Board of Directors

SONAE INVESTIMENTOS, SGPS, SA

CONDENSED INDIVIDUAL STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2013 AND 2012

(Translation of the individual financial statements originally issued in Portuguese.
In case of discrepancy the Portuguese version prevails)

(Amounts expressed in euro)

	Notes	3 rd Quarter 2013	3 rd Quarter 2012	30.September.2013	30.September.2012
OPERATING ACTIVITIES					
Net cash flow from operating activities (1)		4,396,296	7,973,329	3,810,987	4,820,474
INVESTMENT ACTIVITIES					
Cash receipts arising from:					
Investments		575,000	-	575,000	-
Tangible assets		-	-	21	-
Interest and similar income		327,275	666,312	18,606,427	31,516,780
Dividends		-	-	20,111,854	24,646,376
Others		-	8,073,496	-	8,073,496
Loans granted		340,634,312	224,313,219	957,280,828	733,335,979
		341,536,587	233,053,027	996,574,130	797,572,631
Cash payments arising from:					
Investments		(13,623,625)	-	(14,023,625)	(210,000)
Tangible assets		-	-	-	(492)
Loans granted		(309,449,991)	(194,834,000)	(1,043,076,783)	(572,538,347)
		(323,073,616)	(194,834,000)	(1,057,100,408)	(572,748,839)
Net cash used in investment activities (2)		18,462,971	38,219,027	(60,526,278)	224,823,792
FINANCING ACTIVITIES					
Cash receipts arising from:					
Loans obtained		1,496,160,409	1,535,419,000	4,260,410,836	4,921,218,150
		1,496,160,409	1,535,419,000	4,260,410,836	4,921,218,150
Cash payments arising from:					
Loans obtained		(1,480,456,675)	(1,565,327,667)	(4,237,444,104)	(5,224,353,039)
Interest and similar charges		(6,428,675)	(10,464,101)	(20,540,856)	(29,966,486)
Dividends		(40,000,000)	(20,000,000)	(40,000,000)	(20,000,000)
		(1,526,885,350)	(1,595,791,768)	(4,297,984,960)	(5,274,319,525)
Net cash used in financing activities (3)		(30,724,941)	(60,372,768)	(37,574,124)	(353,101,375)
Net increase in cash and cash equivalents (4) = (1) + (2) + (3)		(7,865,674)	(14,180,412)	(94,289,415)	(123,457,109)
Cash and cash equivalents at the beginning of the period	7	8,076,895	22,881,616	94,500,636	132,158,313
Cash and cash equivalents at the end of the period	7	211,221	8,701,204	211,221	8,701,204

The accompanying notes are part of these condensed individual financial statements.

The Board of Directors

SONAE INVESTIMENTOS, SGPS, SA

NOTES TO THE CONDENSED INDIVIDUAL FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 SEPTEMBER 2013

(Translation of individual financial statements originally issued in Portuguese. In case of discrepancy the Portuguese version prevails)

(Amounts expressed in euro)

1 INTRODUCTION

SONAE INVESTIMENTOS, SGPS, SA, “the Company” or “Sonae Investimentos” it’s a Portuguese Corporation, with head-office in Rua João Mendonça nº 529, 4464-501 Senhora da Hora, Matosinhos, Portugal.

The Company’s main activity is the management of shareholdings (Note 4).

2 BASIS OF PREPARATION

Interim Financial Statements are presented quarterly, in accordance with IAS 34 – “Interim Financial Reporting”.

3 PRINCIPAL ACCOUNTING POLICIES

The accounting policies adopted are consistent with those described in the file of the annual financial statements for the year ended 31 December 2012.

4 INVESTMENTS

As at 30 September 2013 and 31 December 2012, the investments caption is made up as follows:

Company	30.September.2013		31.December.2012	
	% held	Final balance	% held	Final balance
Azulino - Imobiliária, SA	100.00%	498,025	100.00%	498,025
Bertimóvel - Sociedade Imobiliária, SA	100.00%	1,565,000	100.00%	1,565,000
Canasta - Empreendimentos Imobiliários, SA	100.00%	112,000	100.00%	112,000
Chão Verde - Sociedade de Gestão Imobiliária, SA	100.00%	-	100.00%	1,300,000
Citorres - Sociedade Imobiliária, SA	100.00%	477,848	100.00%	477,848
Contimobe - Imobiliária do Castelo de Paiva, SA	100.00%	201,500,000	100.00%	201,500,000
Cumulativa - Sociedade Imobiliária, SA	100.00%	1,445,000	100.00%	1,445,000
Fozimo - Sociedade Imobiliária, SA	100.00%	24,940	100.00%	24,940
Fozmassimo - Sociedade Imobiliária, SA	100.00%	4,016,348	100.00%	5,300,000
Fundo de Investimento Imobiliário Fechado Imosede	54.55%	64,415,021	54.55%	64,415,021
Fundo de Investimento Imobiliário Imosonae Dois	74.94%	108,755,437	74.94%	108,755,437
Igimo - Sociedade Imobiliária, SA	100.00%	150,662	100.00%	220,000
Iginha - Sociedade Imobiliária, SA	100.00%	1,359,000	100.00%	1,359,000
Imoconti - Sociedade Imobiliária, SA	100.00%	380,000	100.00%	380,000
Imoestrutura - Sociedade Imobiliária,SA	100.00%	24,940	100.00%	24,940
Imomuro - Sociedade Imobiliária, SA	100.00%	593,885	100.00%	660,000
Imoresultado - Sociedade Imobiliária, SA	100.00%	109,736	100.00%	109,736
Imosistema - Sociedade Imobiliária, SA	100.00%	280,000	100.00%	280,000
MDS, SGPS, SA	46.92%	51,000,000	46.92%	51,000,000
MJLF - Empreendimentos Imobiliários, SA	100.00%	190,000	100.00%	190,000
Modelo - Distribuição de Materiais de Construção, SA	50.00%	24,790,614	50.00%	24,790,614
Modelo Hiper Imobiliária, SA	100.00%	10,012,648	100.00%	10,655,164
Modelo.Com - Vendas por Correspondência, SA	100.00%	12,637,016	100.00%	12,637,016
Mundo Vip - Operadores Turísticos, SA	33.34%	-	33.34%	-
Predicomercial - Promoção Imobiliária, SA	100.00%	6,372,293	100.00%	6,372,293
Raso, SGPS, SA	50.00%	15,474,000	50.00%	15,474,000
Selifa - Sociedade de Empreendimentos Imobiliários, SA	100.00%	565,000	100.00%	565,000
Sempre à Mão - Sociedade Imobiliária, SA	100.00%	-	100.00%	2,130,558
Sesagest - Projectos e Gestão Imobiliária, SA	100.00%	36,677,088	100.00%	36,677,088
Socijofra - Sociedade Imobiliária, SA	100.00%	550,000	100.00%	550,000
Sociloures - Sociedade Imobiliária, SA	100.00%	-	100.00%	10,000,000
Soflorin, BV	100.00%	257,309,037	100.00%	257,309,037
Sonae - Specialized Retail, SGPS, SA	100.00%	1,050,000,000	100.00%	1,050,000,000
Sonae Capital Brasil, LTDA	37.00%	1,865,770	37.00%	7,308,307
Sonae Center Serviços II, SA	100.00%	58,032,319	100.00%	58,032,319
Sonae MC - Modelo Continente, SGPS, SA	41.96%	613,348,625	41.96%	600,000,000
Sonaegest - Soc. Gest. de Fundos de Investimentos, SA	40.00%	384,351	40.00%	384,351
Sonaerp - Retail Properties, SA	100.00%	114,495,350	100.00%	114,495,350
Sondis Imobiliária, SA	100.00%	474,940	100.00%	474,940
Sonvecap, BV	100.00%	3,000,000	100.00%	3,000,000
Tlantic Portugal - Sistemas de Informação, SA	-	-	100.00%	1,068,316
Valor N, SA	100.00%	2,087,315	100.00%	2,087,315
Total		<u>2,644,974,207</u>		<u>2,653,628,614</u>

5 OTHER NON-CURRENT ASSETS

As at 30 September 2013 and 31 December 2012 the non-current assets were as follows:

	30.September.2013	31.December.2012
Loans granted	<u>1,069,733,203</u>	<u>1,092,008,435</u>
	<u>1,069,733,203</u>	<u>1,092,008,435</u>

The loans granted have a long term maturity, bear interests at market rates indexed to Euribor and their fair value is similar to their carrying amount.

As at 30 September 2013 and 31 December 2012 the other loans granted are no past due or impaired.

6 TRADE ACCOUNTS RECEIVABLE AND OTHER CURRENT ASSETS

As at 30 September 2013 and 31 December 2012 the current assets were as follows:

	<u>30.September.2013</u>	<u>31.December.2012</u>
Trade accounts receivable	410,659	1,688,043
Group companies:		
Short term loans	233,730,481	129,359,208
Interests charged but not received	8,929	18,415,191
Taxes - Special Regime for taxation of	17,728,538	26,447,000
Special regime for payment of tax and		
social security debts (DL 248-A)	4,778,747	4,778,747
Taxes recoverable	36,375,352	30,428,987
Other current assets	<u>49,057,043</u>	<u>3,510,663</u>
	<u>342,089,749</u>	<u>214,627,839</u>

Loans granted to group companies return interest at variable market rates indexed to Euribor and have a maturity less than one year.

The amount disclosed as 'Special regime for payment of tax and social security debts' relates to taxes claimed from tax authorities, being an understanding of Sonae Investimentos that the result of such claims will favour the Company. Therefore, there was no impairment losses recognized.

The caption other current assets includes mainly receivables relating to interest, from loans granted to group companies.

7 CASH AND CASH EQUIVALENTS

As at 30 September 2013 and 31 December 2012, cash and cash equivalents can be detailed as follows:

	<u>30.September.2013</u>	<u>31.December.2012</u>
Cash in hand	550	550
Bank deposits	1,199,387	54,402,147
Other treasury applications	-	40,099,667
Cash and cash equivalents on the balance sheet	<u>1,199,937</u>	<u>94,502,364</u>
Bank overdrafts	<u>(988,716)</u>	<u>(1,727)</u>
Cash and cash equivalents on the cash flow statement	<u>211,221</u>	<u>94,500,637</u>

Bank overdrafts are disclosed in the statement of financial position under the caption short term bank loans.

8 SHARE CAPITAL

As at 30 September 2013 and 31 December 2012, the share capital, which is fully subscribed and paid for, is made up by 1,000,000,000 ordinary shares, with a nominal value of 1 euro each.

A subsidiary company (Sonae – Specialized Retail, SGPS, SA) owns 100,000,000 shares of Sonae Investimentos. These shares are considered as treasury shares under the Commercial Companies Code, reason why the underlying rights to these shares are suspended.

As at 30 September 2013 and 31 December 2012, the subscribed share capital was held as follows:

	<u>30.September.2013</u>	<u>31.December.2012</u>
Sonae, SGPS, SA	76.8556%	76.8556%
Sonae Investimentos BV	13.1419%	13.1419%
Sonae - Specialized Retail, SGPS, SA	10.0000%	10.0000%
Libra Serviços, Sociedade Unipessoal, Lda	0.0025%	0.0025%

9 BORROWINGS

As at 30 September 2013 and 31 December 2012, this caption included the following loans:

	<u>30.September.2013</u>	<u>31.December.2012</u>
Bonds Sonae Distribuição 2007/2015	200,000,000	200,000,000
Bonds Sonae Distribuição Setembro 2007/2015	155,000,000	155,000,000
Bonds Sonae Distribuição 2009/2014	-	10,000,000
Bonds Sonae Investimentos 2012/2017	170,000,000	170,000,000
Bonds Sonae Investimentos 2013/2018	50,000,000	-
Up-front fees not yet charged to income statement	(1,962,364)	(2,261,608)
Bond loans	<u>573,037,636</u>	<u>532,738,392</u>
Commercial paper	227,500,000	147,500,000
Other bank loans	1,666,666	5,000,000
Up-front fees not yet charged to income statement	(3,195)	(15,015)
Bank loans	<u>229,163,471</u>	<u>152,484,985</u>
Non-current loans	<u>802,201,107</u>	<u>685,223,377</u>
	<u>30.September.2013</u>	<u>31.December.2012</u>
Bonds Sonae Distribuição 2009/2014	10,000,000	16,000,000
Bonds Sonae Distribuição Setembro 2007/2015	-	155,000,000
Up-front fees not yet charged to income statement	(14,675)	(99,218)
Bond loans	<u>9,985,325</u>	<u>170,900,782</u>
Commercial paper	62,500,000	28,500,000
Other bank loans	3,333,333	3,333,333
Up-front fees not yet charged to income statement	(7,667)	(7,667)
Bank overdrafts	988,716	1,727
Bank loans	<u>66,814,382</u>	<u>31,827,393</u>
Current loans	<u>76,799,707</u>	<u>202,728,175</u>

As at 30 September 2013 Sonae Investimentos has agreed lines of credit and commercial paper programs amounting 817 million euro, out of which 307 million with firm commitments with maturity not exceeding one year and 410 million euro with firm commitments with maturity over one year.

Under the above mentioned lines of credit and commercial paper programs with firm commitments, the company had 427 million euro credit facilities available to meet its liquidity requirements.

The interest rate as at 30 September 2013 of the bonds and bank loans was, on average, 2.46% (2.40% as at 31 December 2012).

10 OTHER NON-CURRENTS LIABILITIES

As at 30 September 2013 and 31 December 2012 this caption includes a subordinate bond loan, repayable in 10 years issued by Sonae Investimentos at market conditions. This loan was fully subscribed and paid for Sonae SGPS, SA on 28 December 2010 amounting to 400,000,000 euro, relating 8,000 bonds with nominal value of 50,000 euro each.

At 30 September 2013 the fair value of this bond loan is 41,306 euro (42,606 euro on 31 December 2012) per bond, and was determined based on discounted cash flows method.

11 TRADE ACCOUNTS PAYABLE AND OTHER CURRENT LIABILITIES

As at 30 September 2013 and 31 December 2012, this heading is made up as follows:

	<u>30.September.2013</u>	<u>31.December.2012</u>
Trade accounts payable	1,590	37,634
Group companies:		
Short term loans	435,848,681	402,548,615
Taxes - Special Regime for taxation of	15,720,970	18,872,865
Taxes and contributions payable	6,050,000	2,831,463
Other current liabilities	<u>45,815,391</u>	<u>7,478,215</u>
	<u>503,436,632</u>	<u>431,768,792</u>

The caption other current liabilities includes mainly accrued interests not yet due relating to loans obtained.

12 CONTINGENT LIABILITIES

As at 30 September 2013 and 31 December 2012 the contingent liabilities were detailed as follows:

		<u>30.September.2013</u>	<u>31.December.2012</u>
Guarantees rendered:			
related to tax claims awaiting outcome	(a)	309,779,848	268,323,385
related to local and municipal claims awaiting outcome		28,938	28,938
others		10,734,861	10,883,112
Guarantees given in favour of subsidiaries	(b)	62,961,055	62,641,328

a) Includes the amount of 304,600,891 euro (263,144,428 euro as at 31 December 2012) referring to corporate income tax claims awaiting outcome and the amount of 5,178,957 euro (5,178,957 euro as at 31 December 2012) relating to stamp duty claims.

b) Guarantees given to Tax Authorities in favour of subsidiaries to suspend claims from tax authorities.

No provision has been recognized for these tax additional assessments, to which some guarantees were made, as the Board of Directors expects their outcome to be favorable to the Company with no additional liability.

Following the disposal of a Brazilian subsidiary company, the group guaranteed to that subsidiary company buyer all the losses it will have as consequence of tax additional assessments as it is described in the Note of Contingent Assets and Liabilities in the Consolidated financial statements.

13 RELATED PARTIES

Main balances and transactions with related parties are detailed as follows:

	30.September.2013	31.December.2012
Balance:		
Parent company	-	72,094
Subsidiaries	63,694,780	45,931,390
Jointly controlled companies	88,001	139,822
Associated companies	589,436	962,875
Other related parties	444	9,155
Accounts receivable	<u>64,372,661</u>	<u>47,115,336</u>
Parent company	24,021,342	1,439,583
Subsidiaries	27,533,765	19,805,085
Other related parties	3,269,260	46,827
Accounts payable	<u>54,824,367</u>	<u>21,291,495</u>
Subsidiaries	1,286,970,890	1,195,591,641
Jointly controlled companies	8,050,000	7,800,000
Associated companies	14,210,393	18,976,002
Loans granted	<u>1,309,231,283</u>	<u>1,222,367,643</u>
Parent company	347,400,000	347,400,000
Subsidiaries	435,848,681	402,548,615
Other related parties	52,600,000	52,600,000
Loans obtained	<u>835,848,681</u>	<u>802,548,615</u>
	<u>30.September.2013</u>	<u>30.September.2012</u>
Transactions:		
Subsidiaries	749,997	749,997
Associated companies	656,294	674,629
Services rendered	<u>1,406,291</u>	<u>1,424,626</u>
Parent company	1,666,712	856,628
Subsidiaries	48	54
Associated companies	30,618	20,392
Other related parties	158	580
Purchases and services obtained	<u>1,697,536</u>	<u>877,654</u>
Parent company	116,290	117,227
Subsidiaries	426,463	206,847
Associated companies	179	180
Other income	<u>542,932</u>	<u>324,254</u>
Subsidiaries	44,576,664	36,976,423
Jointly controlled companies	297,722	242,576
Associated companies	513,810	834,891
Interest income	<u>45,388,196</u>	<u>38,053,890</u>
Parent company	22,049,774	22,068,599
Subsidiaries	14,114,114	9,030,334
Other related parties	31,438	3,202,756
Interest expenses	<u>36,195,326</u>	<u>34,301,689</u>
Subsidiaries	20,111,854	24,489,302
Associated companies	-	157,074
Dividend income	<u>20,111,854</u>	<u>24,646,376</u>
Subsidiaries	-	8,073,496
Income from Investment Fund Participation Units	<u>-</u>	<u>8,073,496</u>

All Sonae, SGPS, S.A. and Efanor Investimentos SGPS, SA subsidiaries, associates and joint ventures are considered related parties and are identified in Consolidated Financial Statements.

During 9 month ended on 30 September 2013 and 2012 did not occur any transactions including granted loans to the Company's Directors.

14 INVESTMENT INCOME

As at 30 September 2013 and 2012 investment income is as follows:

	<u>30.September.2013</u>	<u>30.September.2012</u>
Dividends received	20,111,854	24,646,376
Income of financial investments	-	8,073,496
Impairment losses	(25,702,315)	-
Losses on sale of investments	(1,168,316)	-
	<u>(6,758,777)</u>	<u>32,719,872</u>

15 FINANCIAL INCOME / EXPENSES

As at 30 September 2013 and 2012, net financial expenses are as follows:

	<u>30.September.2013</u>	<u>30.September.2012</u>
Interest receivable		
related to bank deposits	345,543	530,094
related to loans granted	45,329,736	37,994,335
others	365,090	59,554
Other financial income	-	35,446
Financial income	<u>46,040,369</u>	<u>38,619,429</u>
Interest payable		
related to bank deposits and overdrafts	(4,907,310)	(6,597,215)
related to non convertible bonds	(12,472,197)	(16,823,851)
related to loans obtained	(36,195,326)	(34,301,689)
Others	(59)	-
Other financial expenses		
up front fees on the issuance of debt	(4,911,573)	(4,116,220)
Others	(218,193)	(185,962)
Financial expenses	<u>(58,704,658)</u>	<u>(62,024,937)</u>

16 EARNINGS PER SHARE

Earnings per share for the periods ended 30 September 2013 and 2012 were calculated taking into consideration the following amounts:

	<u>30.September.2013</u>	<u>30.September.2012</u>
Net Profit		
Net profit taken into consideration to calculate basic earnings per share (Net profit for the period)	(19,503,537)	14,453,933
Net profit taken into consideration to calculate diluted earnings per share	(19,503,537)	14,453,933
Number of shares		
Weighted average number of shares used to calculate basic earnings per share	900,000,000	900,000,000
Weighted average number of shares used to calculate diluted earnings per share	900,000,000	900,000,000
Earnings per share (basic and diluted)	<u>(0.0217)</u>	<u>0.0161</u>

17 APPROVAL OF THE FINANCIAL STATEMENTS

The accompanying financial statements were approved by the Board of Directors and authorized for issue on 11th November 2013.

18 INFORMATION REQUIRED BY LAW

Decree-Law n^{er} 318/94 art. 5th n^{er} 4th

During the period ended as at 30 September 2013 shareholders' loan contracts were signed with the following companies:

Soflorin, BV

Sonae Capital Brasil LTDA

During the period ended as at 30 September 2013, treasury application agreements were signed with the following companies:

Efanor Investimentos, SGPS, SA

Imoresultado – Sociedade Imobiliária, SA

Pharmaconcept Actividades em Saúde, SA

Raso, SGPS, SA

Raso - Viagens e Turismo, SA

Sonae Center Serviços II, SA

Sonvecap, BV

Tlantic Portugal - Sistemas de Informação, SA

The amounts due to group companies as at 30 September 2013 related to the mentioned contracts were the following:

Company	30.September.2013
Contibomba - Comércio e Distribuição de Combustíveis, SA	656,344
Fashion Division, SA	611,344
Fozmassimo - Sociedade Imobiliária, SA	1,124,344
Modelo Continente Hipermercados, SA	292,041,016
Modelo Hiper Imobiliária, SA	2,509,344
Modelo.Com - Vendas por Correspondência, SA	8,176,344
Pharmaconcept - Actividades em Saúde, SA	28,460
Sesagest - Projectos e Gestão Imobiliária, SA	4,666,344
Sonae MC - Modelo Continente, SGPS, SA	81,368,141
Sonvecap, BV	44,667,000
	<u>435,848,681</u>

As at 30 September 2013 amounts owed by subsidiaries can be detailed as follows:

<u>Company</u>	<u>30.September.2013</u>
Azulino - Imobiliária, SA	3,898,830
BB Food Service, SA	2,652,656
Bom Momento - Comércio Retalhista, SA	176,656
Bertimóvel - Sociedade Imobiliária, SA	22,753,849
Canasta - Empreendimentos Imobiliários, SA	1,794,864
Chão Verde - Sociedade de Gestão Imobiliária, SA	3,943,656
Citorres - Sociedade Imobiliária, SA	2,717,706
Contimobe - Imobiliária do Castelo de Paiva, SA	35,450,225
Continente Hipermercados, SA	22,421,655
Cumulativa - Sociedade Imobiliária, SA	1,829,989
Farmácia Seleção, SA	1,766,771
Fozimo – Sociedade Imobiliária, SA	1,433,957
Igimo – Sociedade Imobiliária, SA	4,081,656
Iginha – Sociedade Imobiliária, SA	18,030,456
Imoconti – Sociedade Imobiliária, SA	11,678,380
Imoestrutura - Sociedade Imobiliária, SA	175,706
Imomuro - Sociedade Imobiliária, SA	15,611,603
Imoresultado – Sociedade Imobiliária, SA	472,656
Imosistema - Sociedade Imobiliária, SA	3,867,298
MJLF - Empreendimentos Imobiliários, SA	2,767,842
Modelo - Distribuição de Materiais de Construção, SA	4,544,964
Mundo Vip - Operadores Turísticos, SA	1,000,000
MDS SGPS, SA	8,665,429
Pharmacontinente - Saúde e Higiene, SA	6,846,656
Predicomercial - Promoção Imobiliária, SA	5,577,966
Raso, SGPS, SA	8,050,000
Selifa - Sociedade de Empreendimentos Imobiliários, SA	2,751,632
Sempre à Mão - Sociedade Imobiliária, SA	46,785,591
Socijofra - Sociedade Imobiliária, SA	5,760,125
Sociloures - Sociedade Imobiliária, SA	18,273,915
Soflorin, BV	165,505,415
Sonae Capital Brasil, SA	310,000
Sonae Center Serviços II, SA	14,915,656
Sonae MC - Modelo Continente, SGPS, SA	5,344,000
Sonae - Specialized Retail, SGPS, SA	656,821,063
Sonaerp - Retail Properties, SA	176,640,709
Sondis Imobiliária, SA	20,608,818
Tlantic Portugal - Sistemas de Informação, SA	161,744
Valor N, SA	3,141,189
	<u>1,309,231,283</u>

The Board of Directors,

Duarte Paulo Teixeira de Azevedo

Ângelo Gabriel Ribeirinho dos Santos Paupério