

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

31 March 2015

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 three months of 2015.

Activity evolution for the period

In the first quarter of 2015, the consolidated turnover of Sonae Investimentos reached 1.108 million euros, which corresponds to an increase of 1.8% in comparison with the same period last year. This evolution was a result of the growth of its companies, namely the most significant retail businesses Sonae MC (+0.8%) and Sonae SR (+2.5%), but also Sonae RP (+2.9%) and Maxmat (+6.9%).

The Company's underlying operating cash-flow (underlying EBITDA), totalled 53 million euros, a reduction against the first quarter of 2014 (57 million euros). The operational performance was impacted, in food retail, by the strong promotional activity in key categories such as fresh products and, in specialized retail, by the greater promotional intensity during sales season. However, even in a highly demanding context, the Company remained committed to offset competitive pressures – namely in specialized retail, sales per m² continued to increase (+8%), with Spain (+14%) ahead of Portugal (+5%).

The operating result (EBIT) was 11 million euros, a decrease in comparison to the same period of 2014 (16 million euros), and the net income (group share) was negative in 6.4 million euros.

Throughout the first quarter, the Company continued to adjust its store network to better address market needs. Regarding Sonae MC, the sustained bet on convenience resulted in the opening of 10 Meu Super stores and 1 Continente Bom Dia. The remaining banners also expanded their store network, not only through owned stores (1 Bom Bocado store and 2 Note stores) but also through new franchise agreements (1 Well's store and 1 Note).

Sonae SR continued its strategy of network consolidation, ending the quarter with 587 stores, namely 171 stores in international markets of which 56 were franchised.

Globally, as of the 31st of March 2015, Sonae Investimentos' store network included 1.273 stores¹ in over 20 countries.

¹ Excluding Geostar

Outlook

In compliance with its main strategic guidelines, Sonae Investments will continue, throughout the next months, to focus its efforts on the maintenance of its privileged position in the most important retail markets in Portugal and on sustainable future growth.

Therefore, it is important to remark:

- In food retail, despite most signs indicate the market has moved away from deflation, the high competitive pressure among major retailers persists. Thus, Sonae MC will remain committed to keeping its status of market leader through the reinforcement of its value proposition and a sustained future growth aligned with the key market trends.
- In specialized retail, the steady recovery of the macroeconomic background will expectedly continue to have a positive impact in discretionary private consumption, both in Portugal and in Spain. Through its several banners, Sonae SR will be in a favourable position to capitalize on the expected growth of these retail sectors over the following months.
- The economic recovery is also influencing the Portuguese real estate market positively, namely through improvements in liquidity and an increase in investor demand. Over the near future, it is expected that this trend will provide better conditions for the execution of Sonae RP's asset monetisation plan.

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 figures was not subject to audit procedures.

Maia, 4 of May 2015

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.

Underlying operating Cash-flow (EBITDA)

Recurrent EBITDA of fully consolidated businesses

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**

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 31 MARCH 2015 AND 2014 AND 31 DECEMBER 2014

(Amounts expressed in euro)

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

ASSETS	Notes	31 March 2015	31 March 2014 Restated Note 4	31 December 2014 Restated Note 4	1 January 2014 Restated Note 4
NON-CURRENT ASSETS:					
Tangible assets	8	1,793,495,432	1,802,575,435	1,798,574,339	1,820,583,824
Intangible assets	9	190,350,028	165,843,963	185,442,788	163,731,471
Goodwill		498,166,236	498,186,402	498,166,236	498,186,402
Investments in joint ventures and associates	6	39,331,435	50,928,355	40,703,708	51,797,067
Other investments	7 and 10	11,572,065	13,534,515	11,572,032	13,401,237
Deferred tax assets	13	82,408,063	122,520,474	81,753,780	117,412,133
Other non-current assets	11	29,049,030	23,312,043	29,450,786	23,103,739
Total Non-Current Assets		2,644,372,289	2,676,901,187	2,645,663,669	2,688,215,873
CURRENT ASSETS:					
Inventories		580,630,955	565,175,935	601,898,771	588,396,336
Trade account receivables	12	274,323,418	258,129,664	255,835,519	240,029,563
Investments	10	5,545,382	149,405	4,001,344	42,105
Cash and cash equivalents	14	45,327,124	54,470,255	101,826,265	71,510,332
Total Current Assets		905,826,879	877,925,259	963,561,899	899,978,336
TOTAL ASSETS		3,550,199,168	3,554,826,446	3,609,225,568	3,588,194,209
EQUITY AND LIABILITIES					
EQUITY:					
Share capital	15	1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000
Own shares		(320,000,000)	(320,000,000)	(320,000,000)	(320,000,000)
Reserves and retained earnings		(82,142,735)	(113,035,911)	(111,463,435)	10,429,313
Profit/(Loss) for the period attributable to the equity holders of the Parent Company		(6,375,881)	(1,297,718)	70,697,244	(84,265,323)
Equity attributable to the equity holders of the Parent Company		591,481,384	565,666,371	639,233,809	606,163,990
Equity attributable to non-controlling interests	16	78,539,664	84,938,198	80,234,962	84,312,167
TOTAL EQUITY		670,021,048	650,604,569	719,468,771	690,476,157
LIABILITIES:					
NON-CURRENT LIABILITIES:					
Loans	17	439,184,884	914,896,333	388,725,787	768,686,701
Other non-current liabilities	19	439,976,689	446,074,429	437,747,822	444,708,892
Deferred tax liabilities	13	97,333,150	128,762,152	91,057,069	116,937,919
Provisions	22	20,020,952	28,068,174	22,396,928	29,588,227
Total Non-Current Liabilities		996,515,675	1,517,801,088	939,927,606	1,359,921,739
CURRENT LIABILITIES:					
Loans	17	510,624,485	171,399,810	407,205,050	72,398,603
Trade creditors	21	1,369,599,703	1,212,302,990	1,539,185,884	1,462,679,721
Provisions	22	3,438,257	2,717,989	3,438,257	2,717,989
Total Current Liabilities		1,883,662,445	1,386,420,789	1,949,829,191	1,537,796,313
TOTAL LIABILITIES		2,880,178,120	2,904,221,877	2,889,756,797	2,897,718,052
TOTAL EQUITY AND LIABILITIES		3,550,199,168	3,554,826,446	3,609,225,568	3,588,194,209

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

The Board of Directors

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2015 AND 2014

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

(Amounts expressed in euro)	Notes	31 March 2015	31 March 2014
Sales		1,095,002,258	1,077,347,637
Services rendered		13,284,070	11,161,075
Investment income investments recorded at fair value through profit		-	571,555
Financial income		4,095,250	1,607,970
Other income		148,156,874	113,443,916
Cost of goods sold and materials consumed		(892,373,269)	(861,811,500)
Changes in stocks of finished goods and work in progress		11,924	104,784
External supplies and services		(136,463,250)	(128,822,103)
Staff costs		(153,561,901)	(144,194,340)
Depreciation and amortisation	8 and 9	(40,073,593)	(39,289,632)
Provisions and impairment losses		(1,879,135)	(525,502)
Financial expense		(18,857,918)	(18,170,328)
Other expenses		(20,985,630)	(10,949,870)
Share of results of joint ventures and associated companies	6	(506,773)	(1,358,838)
Profit/(Loss) before taxation		(4,151,093)	(885,176)
Taxation	25	(1,566,871)	(86,131)
Profit/(Loss) after taxation		(5,717,964)	(971,307)
Attributable to:			
Equity holders of the Parent Company		(6,375,881)	(1,297,718)
Non-controlling interests	16	657,917	326,411
Profit/(Loss) per share			
Basic	26	(0.007084)	(0.001442)
Diluted	26	(0.007084)	(0.001442)

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

The Board of Directors

**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE PERIODS ENDED
31 MARCH 2015 AND 2014**

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

(Amounts expressed in euro)	31 March 2015	31 March 2014
Net Profit / (Loss) for the period	(5,717,964)	(971,307)
Items that maybe reclassified subsequently to profit or loss:		
Exchange differences arising on translation of foreign operations	(66,050)	(235,460)
Participation in other comprehensive income (net of tax) related to joint ventures and associated companies included in consolidation by the equity method (Note 5)	(865,500)	490,125
Changes in hedge and fair value reserves	(415,759)	728,589
Deferred taxes related with other components of comprehensive income	105,509	(220,503)
Other comprehensive income for the period	(1,241,800)	762,751
Total comprehensive income for the period	(6,959,764)	(208,556)
Attributable to:		
Equity holders of parent company	(7,600,611)	(531,607)
Non controlling interests	640,847	323,051

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

The Board of Directors

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIODS ENDED 31 MARCH 2015 AND 2014

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

	Reserves and Retained Earnings							Net Profit/ (Loss)	Total	Non controlling Controlling Interests (Note 16)	Total Equity	
	Share Capital	Own Shares	Legal Reserve	Currency translation Reserve	Hedging Reserve	Legal Reserves in accordance with article 324º CSC	Other Reserves and Retained Earnings					Total
(Amounts expressed in euro)	Attributable to Equity Holders of Parent Company											
Balance as at 1 January 2014 - Restated	1,000,000,000	(320,000,000)	140,642,469	628,573	(439,433)	320,000,000	(450,402,296)	10,429,313	(84,265,323)	606,163,990	84,312,167	690,476,157
Total comprehensive income for the period	-	-	-	(232,100)	508,086	-	490,125	766,111	(1,297,718)	(531,607)	323,051	(208,556)
Appropriation of profit of 2013:												
Transfer to legal reserves and retained earnings	-	-	595,347	-	-	-	(84,860,670)	(84,265,323)	84,265,323	-	-	-
Dividends distributed	-	-	-	-	-	-	(40,000,000)	(40,000,000)	-	(40,000,000)	-	(40,000,000)
Others	-	-	-	-	-	-	33,988	33,988	-	33,988	302,980	336,968
Balance as at 31 March 2014 - Restated	1,000,000,000	(320,000,000)	141,237,816	396,473	68,653	320,000,000	(574,738,853)	(113,035,911)	(1,297,718)	565,666,371	84,938,198	650,604,569
Balance as at 1 January 2015 - Restated	1,000,000,000	(320,000,000)	141,237,816	396,473	68,653	320,000,000	(573,166,377)	(111,463,435)	70,697,244	639,233,809	80,234,962	719,468,771
Total comprehensive income for the period	-	-	-	(51,085)	(308,145)	-	(865,500)	(1,224,730)	(6,375,881)	(7,600,611)	640,847	(6,959,764)
Appropriation of profit of 2014:												
Transfer to legal reserves and retained earnings	-	-	29,702,450	-	-	-	40,994,794	70,697,244	(70,697,244)	-	-	-
Dividends distributed	-	-	-	-	-	-	(40,000,000)	(40,000,000)	-	(40,000,000)	(113,298)	(40,113,298)
Partial disposal or acquisitions of affiliated companies	-	-	-	-	-	-	(151,814)	(151,814)	-	(151,814)	(2,222,847)	(2,374,661)
Balance as at 31 March 2015	1,000,000,000	(320,000,000)	170,940,266	345,388	(239,492)	320,000,000	(573,188,897)	(82,142,735)	(6,375,881)	591,481,384	78,539,664	670,021,048

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

The Board of Directors

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2015 AND 2014*(Translation of consolidated financial statements originally issued in Portuguese. In case of discrepancy the Portuguese version prevails)*

(Amounts expressed in euro)	Notes	31 March 2015	31 March 2014
OPERATING ACTIVITIES			
Net cash flow from operating activities (1)		(140,849,812)	(214,791,140)
INVESTMENT ACTIVITIES			
Cash receipts arising from:			
Investments		125,894	3,472,544
Tangible assets and investment properties		475,809	18,692
Interests and similar income		328,750	366,789
Loans granted		2,385,000	485,800,939
		3,315,453	489,658,964
Cash Payments arising from:			
Investments		(2,500,722)	-
Tangible assets and investment properties		(64,089,320)	(46,833,703)
Loans granted		(1,365,000)	(485,050,939)
Others		-	(30)
		(67,955,042)	(531,884,672)
Net cash used in investment activities (2)		(64,639,589)	(42,225,708)
FINANCING ACTIVITIES			
Cash receipts arising from:			
Loans obtained		949,438,423	453,003,329
		949,438,423	453,003,329
Cash Payments arising from:			
Loans obtained		(816,299,386)	(241,802,364)
Interests and similar charges		(5,067,049)	(6,292,673)
Others		(819,797)	(638,434)
		(822,186,232)	(248,733,471)
Net cash used in financing activities (3)		127,252,191	204,269,858
Net increase in cash and cash equivalents (4) = (1) + (2) + (3)		(78,237,210)	(52,746,990)
Effect of foreign exchange rate		29,262	(22,890)
Cash and cash equivalents at the beginning of the period	14	101,698,092	71,107,790
Cash and cash equivalents at the end of the period	14	23,431,620	18,383,690

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 31 MARCH 2015

(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., has its head-office at Rua João Mendonça nº 529, 4464-501 Senhora da Hora, Portugal, and is the parent company of a group of companies, as detailed in Notes 5 to 7 the Sonae Investimentos Group (“Sonae Investimentos”). Sonae Investimentos’s operations and operating segments are described in 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 2014.

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 IFRS Interpretations Committee (“IFRS-IC”) 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, subsidiaries and joint ventures 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 2015, have been endorsed by the European Union:

With mandatory application from 1 January 2015:	Effective Date (for financial years beginning on or after)
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IAS 19 (Amendment) – (Employee Benefits)	01 Jul 2014
Improvements of international financial reporting standards (2010-2012 cycle and 2011- 2013 cycle)	01 Jul 2014
IFRIC 21 – (Levies)	17 Jun 2014

The application of these standards and interpretations had no material effect on the financial statements of the Group as at 31 March 2015.

The following standards, interpretations, amendments and revisions haven't been until the date of approval of these financial statements, endorsed by the European Union, whose application is mandatory in future financial years.

With mandatory application after 2015:	Effective Date (for financial years beginning on or after)
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IFRS 9 - (Financial instruments – classification and measurement)	01 Jan 2018
IFRS 11 (Amendment) – (Accounting for Acquisitions of Interests in Joint Operations)	01 Jan 2016
IAS 16 and IAS 38 (Amendment) – (Clarification of Acceptable Methods of Depreciation and Amortisation)	01 Jan 2016
IFRS 10 and IAS 28 (Amendment) - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	01 Jan 2016
IAS 27 (Amendment) - Equity Method in Separate Financial Statements	01 Jan 2016
IFRS 14 – (Regulatory Deferral Accounts)	01 Jan 2016
IFRS 15 – (Revenues from Contracts with Customers)	01 Jan 2017
Improvements of internacional financial reporting standards (2012- 2014 cycle)	01 Jul 2014

The Group did not proceed to earlier adoption of any of these standards on the financial statements for the period ended on the 31 March 2015, since their application is not yet mandatory. The impacts of the above mentioned standards are being analysed by the Group, and with the exception of IFRS 9 and IFRS 15,

important impacts are not to be expected.

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 2015 as disclosed in Note 2 and which didn't have any significant impacts on the financial statements as at 31 March 2015.

4 RESTATEMENT OF FINANCIAL STATEMENTS

Under the "Special Regime of Debt Adjustments to the Fiscal Authorities and Social Security (Decree Law No. 248-A/2002 (PMFL) and Decree Law No. 151-A/2013 (RERD)), Sonae Investimentos has voluntarily made payments in the past years (2002 and 2013) to the State relating to additional tax assessments of previous years, for which, at the time of such payments, Sonae Investimentos had already appealed to the competent courts.

Until the time of those payments the assessment made, and not changed since then, is that these claims correspond to contingencies which probability of being decided against Sonae Investimentos intents is remote and that such claims are motivated by different interpretations of the applicable tax legislation, hence corresponding to uncertain tax positions. As a result of this assessment, the claims were disclosed in the financial statements as they correspond to contingent liabilities.

Amounts paid under those schemes were recognized as assets under the caption "Other debtors", according to the "IAS 12 - Income taxes" in the case of amounts related to IRC. In respect of payments of other taxes, and considering that applicable accounting rules are silent in relation with those, Sonae Investimentos used a similar accounting policy, meaning the payments were also recognized as assets.

However CMVM disagreed with the interpretation of Sonae Investimentos and requested the restatement of the financial statements arguing that the payments made in respect of taxes other than income tax should be considered contingent assets. While not agreeing with the CMVM's position, Sonae performed the restatement of financial statements, which impact is nil in the income statement and immaterial in the statement of financial position.

The impact of the restatement in the statement of financial position can be analysed as follows:

Amounts in thousands of euros	31 December 2014			31 March 2014			01 January 2014		
	Before the restatement	Restated of PMFL and RERD	After the restatement	Before the restatement	Restated of PMFL and RERD	After the restatement	Before the restatement	Restated of PMFL and RERD	After the restatement
Assets									
Tangible assets	1,984,017	-	1,984,017	1,968,420	-	1,968,420	1,984,315	-	1,984,315
Goodwill	498,166	-	498,166	498,186	-	498,186	498,186	-	498,186
Deferred tax assets	52,276	-	52,276	64,462	-	64,462	65,198	-	65,198
Deferred tax assets	81,754	-	81,754	122,520	-	122,520	117,412	-	117,412
Other non-current assets	45,288	(15,837)	29,451	23,312	-	23,312	23,104	-	23,104
Non-current assets	2,661,501	(15,837)	2,645,664	2,676,900	-	2,676,900	2,688,215	-	2,688,215
Current assets	963,562	-	963,562	893,763	(15,837)	877,926	915,816	(15,837)	899,979
Total assets	3,625,063	(15,837)	3,609,226	3,570,663	(15,837)	3,554,826	3,604,031	(15,837)	3,588,194
Liabilities									
Borrowings	388,726	-	388,726	914,896	-	914,896	768,687	-	768,687
Other non-current liabilities	551,202	-	551,202	602,905	-	602,905	591,235	-	591,235
Non-current liabilities	939,928	-	939,928	1,517,801	-	1,517,801	1,359,922	-	1,359,922
Borrowings	510,624	-	510,624	171,400	-	171,400	72,399	-	72,399
Other current liabilities	1,439,205	-	1,439,205	1,215,021	-	1,215,021	1,465,397	-	1,465,397
Total current liabilities	1,949,829	-	1,949,829	1,386,421	-	1,386,421	1,537,796	-	1,537,796
Total liabilities	2,889,757	-	2,889,757	2,904,222	-	2,904,222	2,897,718	-	2,897,718
Shareholders' funds excluding non-controlling interests	655,071	(15,837)	639,234	581,503	(15,837)	565,666	622,001	(15,837)	606,164
Non-controlling interests	80,235	-	80,235	84,938	-	84,938	84,312	-	84,312
Total shareholders' funds	735,306	(15,837)	719,469	666,441	(15,837)	650,604	706,313	(15,837)	690,476
Total shareholders' funds and liabilities	3,625,063	(15,837)	3,609,226	3,570,663	(15,837)	3,554,826	3,604,031	(15,837)	3,588,194

5 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 31 March 2015 and 31 December 2014 are as follows:

Percentage of capital held

COMPANY	Head Office	31 March 2014		31 December 2014	
		Direct*	Total*	Direct*	Total*
Sonae Investimentos, SGPS, SA	Matosinhos	Holding	Holding	Holding	Holding
Food based retail					
BB Food Service, SA	a) Maia	100.00%	100.00%	100.00%	100.00%
Bom Momento – Restauração, 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%
Continente Hipermercados. SA	a) Lisboa	100.00%	100.00%	100.00%	100.00%
Farmácia Selecção. SA	a) Matosinhos	100.00%	100.00%	100.00%	100.00%
Modelo.com - Vendas p/Correspond., SA	a) Maia	100.00%	100.00%	100.00%	100.00%
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%
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%
Sonae MC – Modelo Continente. SGPS, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%

Specialized retail

Discovery Sports, 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%
HighDome PCC Limited (Cell Europe)	a)	Valetta (Malta)	100.00%	100.00%	100.00%	100.00%
Infocfield – Informática, 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%
SDSR – Sports Division SR, 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%
Sonae SR Malta Holding Limited	a)	Valetta (Malta)	100.00%	100.00%	100.00%	100.00%
Sonae SR – Serviços e Logística, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Sonae Specialized Retail. SGPS, SA	a)	Matosinhos	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 Maiz.Per.Satis.Ith.Ve tic Ltd Sti	a)	Istambul (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%
Worten Canarias, S.L.	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 Espanha Distribución, S.L.	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.Ith.Ve Tic Ltd.Sti	a)	Istambul (Turkey)	100.00%	100.00%	100.00%	100.00%
ZYEvolution- Investig.e Desenvolvimento, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%

Retail real estate

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%

Bertimóvel - Sociedade Imobiliária, SA	a)	Matosinhos	100,00%	100,00%	100,00%	100,00%
Canasta - Empreendimentos Imobiliários, SA	a)	Maia	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%
Contimobe - Imobiliária de Castelo de Paiva, SA	a)	Castelo de Paiva	100.00%	100.00%	100.00%	100.00%
Cumulativa - Sociedade Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Fozimo - Sociedade Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Fundo de Investimento Imobiliário Fechado Imosedede	a)	Maia	59.50%	59.50%	57.82%	57.82%
Fundo de Investimento Imobiliário Fechado Imosonaes Dois	a)	Maia	98.49%	98.49%	98.55%	98.55%
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%
MJLF - Empreendimentos Imobiliários, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Modelo Hiper Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Ponto de Chegada - Sociedade Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Predicomercial - Promoção Imobiliária, SA	a)	Maia	100.00%	100,00%	100.00%	100.00%
Predilugar - Sociedade Imobiliária, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Selifa - Empreendimentos Imobiliários, 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%
Sesaggest - 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%
Sonaerp – Retail Properties, SA	a)	Porto	100.00%	100.00%	100.00%	100.00%
Sondis Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%

Valor N, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Others						
Marcas MC, zRT	a)	Budapest (Hungary)	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%
SIAL Participações, Ltda	a)	São Paulo (Brazil)	100.00%	100.00%	100.00%	100.00%
Soflorin, BV	a)	Amsterdam (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 Financial Services, SA	a)	Maia	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%
Sonvecap, BV	a)	Amsterdam (Netherlands)	100.00%	100.00%	100.00%	100.00%
Tlantic, BV	a)	Amsterdam (Netherlands)	77.66%	77.66%	77.66%	77.66%
Tlantic Portugal - Sistemas de Informação, SA	a)	Matosinhos	77.66%	77.66%	77.66%	77.66%
Tlantic Sistemas de Informação, Ltda	a)	Porto Alegre (Brazil)	77.66%	77.66%	77.66%	77.66%

*the percentage of ownership" total" represents the total percentage of interest held by the Group; the percentage of capital held "direct" corresponds to the percentage (s) subsidiary which owns the stake in question holds the share capital of this company.

- a) Control held by majority of voting rights which confer power of relevant activities that influence;
- b) Control held by Management control.

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

6 JOINT VENTURES AND ASSOCIATED COMPANIES

6.1 Detail of book value of Investment in joint ventures and associates

Jointly controlled entities and associated companies included in the consolidated financial statements, their head offices and the percentage of share capital held at 31 March 2015 and 31 December 2014 are as follows:

Company	Head Office	Percentage of capital held				Statement of financial position	
		31 March 2015		31 December 2014 Restated		31 March 2015	31 December 2014 Restated
		Direct*	Total*	Direct*	Total*		
Raso SGPS, SA (consolidated)	Lisbon	100.00%	50.00%	100.00%	50.00%	-	-
<i>Investments in joint ventures</i>						-	-
MDS SGPS, SA (consolidated)	Maia	46.92%	46.92%	46.92%	46.92%	37,714,356	39,105,848
Sempre a Postos - Produtos Alimentares e Utilidades, Lda	Lisbon	25.00%	25.00%	25.00%	25.00%	1,204,203	1,180,061
APOR- Agência para a Modernização do Porto, SA	Porto	23.00%	23.00%	23.00%	23.00%	412,876	417,799
<i>Investments in associated companies</i>						39,331,435	40,703,708
Total						39,331,435	40,703,708

* the percentage of ownership "total" represents the total percentage of interest held by the Group; the percentage of capital held "direct" corresponds to the percentage (s) subsidiary which owns the stake in question holds the share capital of this company.

Joint ventures and associated companies were included in the consolidated financial statements by the equity method.

6.2 Financial indicators of participations

6.2.1 Joint Ventures

As at 31 March 2015 and 2014 and 31 December 2014, financial information of joint ventures can be analysed as follows:

Joint Ventures	Raso SGPS, SA (consolidated)	
	31 March 2015	31 December 2014 Restated
Assets		
Tangible assets	1,805,925	1,884,239
Intangible assets	323,676	354,896
Goodwill	44,061,369	44,061,369
Other non-current assets	1,000,956	1,022,681
Non-current assets	47,191,926	47,323,185
Cash and cash equivalents	994,631	272,015
Other current assets	29,636,936	19,038,019
Current assets	30,631,567	19,310,034
Total assets	77,823,493	66,633,219
Liabilities		
Other non-current liabilities	426,882	431,466
Non-current liabilities	426,882	431,466
Borrowings	3,143,942	3,560,801
Other current liabilities	23,623,048	34,169,436
Total current liabilities	48,978,069	37,730,237
Total liabilities	49,404,951	38,161,703
Shareholders' funds excluding non-controlling interests	28,460,861	28,508,963
Non-controlling interests	(42,319)	(37,447)
Total shareholders' funds	28,418,542	28,471,516
Total shareholders' funds and liabilities	77,823,493	66,633,219

Joint Ventures	Raso SGPS, SA (consolidated)	
	31 March 2015	31 March 2014
Total revenue	13,453,481	10,799,278
Other income	857,287	403,714
	14,310,768	11,202,992
External supplies and services	(10,803,215)	(8,446,062)
Depreciation and amortisation	(151,650)	(279,830)
Other operating costs	(2,998,107)	(2,647,517)
	(13,952,972)	(11,373,409)
Financial results	(233,039)	(262,540)
Income taxation	(177,732)	(22,690)
Consolidated net income/(loss) for the period	(52,975)	(455,648)
Attributable to:		
Equity holders of the Parent Company	(48,103)	(452,265)
Non-controlling interests	(4,872)	(3,383)
	(52,975)	(455,648)
Other comprehensive income for the period	-	-
Total comprehensive income for the period	(52,975)	(455,648)

6.2.2 Associates

As at 31 March 2015 and 2014 and 31 December 2014, financial information of associated companies can be analysed as follows:

Associated Companies	31 March 2015			31 December 2014 Restated		
	MDS SGPS, SA (Consolidated)	Sempre a Postos	Others	MDS SGPS, SA (Consolidated)	Sempre a Postos	Others
Non-current assets	75,733,587	2,249,120	9,394	79,408,394	2,407,921	9,394
Current assets	17,734,135	8,921,679	1,911,071	20,903,270	9,551,507	1,911,071
Non-current liabilities	44,360,920	24,594	-	47,199,037	17,263	-
Total current liabilities	27,254,326	6,329,395	83,985	28,667,592	7,221,923	83,985
Shareholders' funds excluding non-controlling interests	21,852,476	4,816,810	1,836,480	24,445,035	4,720,242	1,836,480

Associated Companies	31 March 2015			31 March 2014 Restated		
	MDS SGPS, SA (Consolidated)	Sempre a Postos	Others	MDS SGPS, SA (Consolidated)	Sempre a Postos	Others
Turnover	11,091,354	11,008,904	31,738	9,792,993	10,779,488	-
Other operational income	170,130	984,967	-	56,028	1,083,841	-
Operational expenses	(11,504,932)	(11,868,926)	(66,640)	(10,620,942)	(12,129,411)	-
Net financial expense	(678,581)	5,043	13,270	(828,025)	(4,452)	-
Taxation	68,873	(33,421)	(11)	114,211	59,813	-
Consolidated net income/(loss) for the period	(853,156)	96,566	(21,643)	(1,485,735)	(210,720)	-
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	(853,155)	96,566	(21,643)	(1,485,735)	(210,720)	-

6.3 Movements occurred in the period

During the period ended at 31 March 2015 and 2014, movements in investments in joint ventures and associated companies are as follows:

	31 March 2015			31 March 2014		
	Proportion on equity	Goodwill	Total investment	Proportion on equity	Goodwill	Total investment
Joint ventures						
Initial balance as at January,1	-	-	-	1,629,998	8,520,204	10,150,202
Equity method:						
Effect in gain or losses in joint ventures	-	-	-	(226,132)	-	(226,132)
	-	-	-	1,403,866	8,520,204	9,924,070
Associated companies						
Initial balance as at January,1	6,493,202	34,210,506	40,703,708	7,436,359	34,210,506	41,646,865
Equity method:						
Effect in gain or losses in associated companies	(506,773)	-	(506,773)	(1,132,706)	-	(1,132,706)
Other effects on reserves	(865,500)	-	(865,500)	490,126	-	490,126
	5,120,929	34,210,506	39,331,435	6,793,779	34,210,506	41,004,285
Total	5,120,929	34,210,506	39,331,435	8,197,645	42,730,710	50,928,355

7 OTHER NON-CURRENT INVESTMENTS

Other non-current investments, their head offices, percentage of share capital held and book value as at 31 March 2015 and 31 December 2014 are as follows:

Company	Head Office	Percentage of capital held				Statement of financial position	
		31 March 2015		31 December 2014 Restated		31 March 2015	31 December 2014 Restated
		Direct	Total	Direct	Total		
Dispar - Distrib. de Participações, SGPS, SA	Lisbon	14.28%	14.28%	14.28%	14.28%	9,976	9,976
Insko - Insular de Hipermerc., SA	Ponta Delgada	10.00%	10.00%	10.00%	10.00%	898,197	898,197
Solferias- Operadores Turísticos, SA	Lisbon	11.11%	11.11%	11.11%	11.11%	133,162	133,162
MOVVO, SA	Porto	9.09%	9.09%	9.09%	9.09%	400,000	400,000
Other investments						10,130,730	10,130,697
						11,572,065	11,572,032

On 31 March 2015, are included in "Other Investments", among others 10,000,046 euro (10,000,046 euro as at 31 December 2014) related to deposited amounts on an *Escrow Account* which is invested in investment funds with superior rating and contractual liability guarantees assumed in the disposal of a Sonae Distribuição Brazil and for which provisions were recorded in the applicable situations (Note 22 and 23).

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 whether or not, to retain the *Escrow Account* for on-going fiscal procedures that have not yet been decided (Note 22). 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.

The Other Investments are recorded at acquisition cost net of impairment losses. It is Sonae Investimentos understanding that no reliable fair value estimate can be made as there is no market data available for these investments.

8 TANGIBLE ASSETS

During the three months period ended at 31 March 2015 and 2014, movements in tangible assets as well as depreciation and accumulated impairment losses, are made up as follows:

	Tangible assets				
	Land and buildings	Plant and machinery	Others	Tangible assets in progress	Total tangible assets
Gross assets:					
Opening balance as at 1 January 2015	1,669,407,572	1,273,732,256	168,118,559	27,211,209	3,138,469,596
Acquisitions	1,671,172	264,083	18,884	31,809,559	33,763,698
Disposals	(4,996)	(10,252,656)	(1,592,516)	(1,077,707)	(12,927,875)
Exchange rate effect	(75,063)	-	(56,341)	-	(131,404)
Transfers	33,929	26,391,003	4,258,030	(31,122,164)	(439,202)
Closing balance as at 31 March 2015	1,671,032,614	1,290,134,686	170,746,616	26,820,897	3,158,734,813
Accumulated depreciation and impairment losses					
Opening balance as at 1 January 2015	433,631,117	771,959,695	134,304,445	-	1,339,895,257
Depreciation of the period	6,310,560	26,001,522	2,989,187	-	35,301,269
Impairment losses for the period	-	841,741	-	-	841,741
Disposals	-	(8,806,848)	(1,532,663)	-	(10,339,511)
Exchange rate effect	(72,064)	-	(43,710)	-	(115,774)
Transfers	-	(185,600)	(158,001)	-	(343,601)
Closing balance as at 31 March 2015	439,869,613	789,810,510	135,559,258	-	1,365,239,381
Carrying amount as at 31 March 2015	1,231,163,001	500,324,176	35,187,358	26,820,897	1,793,495,432
	Tangible assets				
	Land and buildings	Plant and machinery	Others	Tangible assets in progress	Total tangible assets
Gross assets:					
Opening balance as at 1 January 2014	1,657,183,620	1,234,317,728	161,976,772	30,494,978	3,083,973,098
Acquisitions	557,310	330,069	106,348	20,405,135	21,398,862
Disposals of subsidiaries	(2,758,249)	(397,643)	(3,492)	-	(3,159,384)
Disposals	(1,615)	(12,239,576)	(1,181,455)	(188,727)	(13,611,373)
Exchange rate effect	-	39,971	25,865	-	65,836
Transfers	2,556,183	13,767,495	3,060,929	(19,961,463)	(576,856)
Closing balance as at 31 March 2014	1,657,537,249	1,235,818,044	163,984,967	30,749,923	3,088,090,183
Accumulated depreciation and impairment losses					
Opening balance as at 1 January 2014	409,051,726	725,545,159	128,792,389	-	1,263,389,274
Depreciation of the period	6,324,638	24,992,164	3,217,419	-	34,534,221
Disposals of subsidiaries	(210,643)	(168,610)	(3,492)	-	(382,745)
Disposals	(1,055)	(10,663,200)	(1,109,979)	-	(11,774,234)
Exchange rate effect	-	36,726	15,118	-	51,844
Transfers	-	(101,972)	(201,640)	-	(303,612)
Closing balance as at 31 March 2014	415,164,666	739,640,267	130,709,815	-	1,285,514,748
Carrying amount as at 31 March 2014	1,242,372,583	496,177,777	33,275,152	30,749,923	1,802,575,435

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

	31 March 2015	31 March 2014 Restated
Refurbishment and expansion of stores located in Portugal	16,874,196	17,783,923
Refurbishment and expansion of stores located in Spain	361,046	1,178,038
Projects of stores for which advance payments were made	9,104,900	11,532,400
Others	480,755	255,562
	26,820,897	30,749,923

9 INTANGIBLE ASSETS

During the three months period ended at 31 March 2015 and 2014, movements in intangible assets as well as depreciation and accumulated impairment losses, are made up as follows:

	Intangible assets			
	Patents and other similar rights	Others	Intangible assets in progress	Total intangible assets
Gross assets				
Opening balance as at 1 January 2015	103,463,568	234,715,645	36,352,643	374,531,856
Acquisitions	8,340	4,128	9,765,407	9,777,875
Disposals	(44,632)	(2,531)	(438,100)	(485,263)
Exchange rate effect	2,598	(54,576)	-	(51,978)
Transfers	93,540	5,033,772	(4,756,893)	370,419
Closing balance as at 31 March 2015	103,523,414	239,696,438	40,923,057	384,142,909
Accumulated depreciation and impairment losses				
Opening balance as at 1 January 2015	25,933,771	163,155,297	-	189,089,068
Depreciation of the period	317,130	4,455,194	-	4,772,324
Disposals	(43,295)	(270)	-	(43,565)
Exchange rate effect	1,326	(26,272)	-	(24,946)
Transfers	-	-	-	-
Closing balance as at 31 March 2015	26,208,932	167,583,949	-	193,792,881
Carrying amount as at 31 March 2015	77,314,482	72,112,489	40,923,057	190,350,028

	Intangible assets			
	Patents and other similar rights	Others	Intangible assets in progress	Total intangible assets
Gross assets				
Opening balance as at 1 January 2014	103,163,864	204,395,830	27,711,325	335,271,019
Acquisitions	741	-	7,092,417	7,093,158
Disposals of subsidiaries	(741)	-	-	(741)
Disposals	(211,336)	(22,970)	(45,815)	(280,121)
Exchange rate effect	(943)	28,453	-	27,510
Transfers	73,034	7,140,412	(7,413,091)	(199,645)
Closing balance as at 31 March 2014	103,024,619	211,541,725	27,344,836	341,911,180
Accumulated depreciation and impairment losses				
Opening balance as at 1 January 2014	24,647,476	146,892,072	-	171,539,548
Depreciation of the period	473,418	4,281,993	-	4,755,411
Disposals	(210,216)	(20,961)	-	(231,177)
Exchange rate effect	(110)	10,235	-	10,125
Transfers	(137)	(6,553)	-	(6,690)
Closing balance as at 31 March 2014	24,910,431	151,156,786	-	176,067,217
Carrying amount as at 31 March 2014	78,114,188	60,384,939	27,344,836	165,843,963

10 OTHER INVESTMENTS

On 31 March 2015 and 2014 the movements in caption "Other Investments" can be detailed as follows:

	31 March 2015		31 March 2014 Restated	
	Non Current	Current	Non Current	Current
Other investments:				
Opening balance as at 1 January	11,572,032	6,123	13,401,237	6,106
Increases in the period	33	133	13	17
Increase/(Decrease) in fair value	-	-	103	-
Others	-	-	133,162	-
Closing balance as at 31 March	11,572,065	6,256	13,534,515	6,123
Derivative financial instruments				
Fair value as at 1 January	-	3,995,221	-	35,999
Acquisitions in the period	-	1,498,335	-	101,971
Increase/(Decrease) in fair value	-	45,570	-	5,312
Fair value as at 31 March (Note 18)	-	5,539,126	-	143,282
Total of Other Investments	11,572,065	5,545,382	13,534,515	149,405

In other financial investments non-current, are recorded 10,000,046 euro (10,000,046 euro as at 31 December 2014), related to deposited amounts on an *Escrow Account* (Note 7).

11 OTHER NON-CURRENT ASSETS

As at 31 March 2015 and 31 December 2014, "Other non-current assets" are detailed as follows:

	31 March 2015	31 December 2014 Restated
Loans granted to associated companies	9,155,594	9,014,061
Trade accounts receivable and other debtors		
Bails (a)	5,027,141	5,173,020
Legal deposits (b)	758,286	823,044
Recognition of the value to be received Wall Mart (c)	7,322,786	7,948,165
Special regime for payment of tax and social security debts (d)	5,202,341	5,202,341
Amount receivable for selling the Modelo Cont.Seguros	2,450,000	2,450,000
	29,916,148	30,610,631
Accumulated impairment losses in other debtors (Note 22)	(2,450,000)	(2,450,000)
	27,466,148	28,160,631
Other non-current assets	1,582,882	1,290,155
	29,049,030	29,450,786

"Loans granted to associated companies" refer to MDS SGPS. SA 9,155,594 euro (9,014,061 euro as at 31 December 2014). This loan bears 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 19), 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 7.2 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 Investimentos, or proof of necessity of carrying out such costs for the licensing process as established on the mentioned agreement. The variation in the period is explained by the evolution of the exchange rate of the real against the euro. During 2014 Carrefour made a proposition to pay the above mentioned amount having the agreement already been signed in February 2015, for an amount of 35 million Brazilian reais.
- d) The amount disclosed as 'Special regime for payment of tax and social security debts' corresponds to taxes voluntarily paid which were previously disputed and subject to reimbursement claims. The tax litigations are still in progress, although following the payment of guarantees previously given where canceled. No impairment loss was recorded since it's the Board of Directors understanding that the decisions over the appeals will be in favour of Sonae Investimentos (Note 4).

12 TRADE ACCOUNTS RECEIVABLE AND OTHER CURRENT ASSETS

As at 31 March 2015 and 31 December 2014, "Trade accounts receivable and other current assets" are detailed as follows:

	31 March 2015	31 December 2014 Restated
Trade accounts receivable	47,756,208	44,013,595
Taxes recoverable	49,543,118	39,712,092
Granted loans and other receivables from related companies	47,098,855	30,199,099
Other debtors		
Trade suppliers - debtor balances	37,128,589	48,134,288
VAT recoverable on real estate assets	2,816,471	3,313,110
Accounts receivable from the disposal of tangible fixed assets	517,774	460,902
Vouchers and gift cards	872,497	2,222,783
Other debtors	12,368,361	17,606,735
	53,703,692	71,737,818
Other current assets		
Commercial discounts	68,052,900	59,032,254
Interests to be received	1,307,836	1,122,067
Commissions to be received	2,867,018	2,485,123
Prepayments - Rents	6,024,078	6,201,118
Condominiums management fee's	1,036,935	729,311
Insurance premiums paid in advance	1,444,546	7,536,483
Software licenses	2,113,190	2,080,744
Other current assets	11,745,238	9,332,437
	94,591,741	88,519,537
Accumulated impairment losses (Note 22)	(18,370,196)	(18,346,622)
	274,323,418	255,835,519

In other accounts receivable from related companies are included about 39.5 million euro of amount receivable from the Sonae SGPS, SA resulting of companies inclusion in Special Regime of Taxing Groups of Companies.

13 DEFERRED TAX

Deferred tax assets and liabilities as at 31 March 2015 and 31 December 2014 are as follows, taking into consideration its temporary differences:

	Deferred tax assets		Deferred tax liabilities	
	31 March 2015	31 December 2014 Restated	31 March 2015	31 December 2014 Restated
Difference between fair value and acquisition cost	6,216,291	6,216,291	20,709,596	20,787,861
Temporary differences on tangible and intangible assets	2,027,745	1,816,225	48,633,639	46,765,062
Provisions and impairment losses not accepted for tax purposes	9,047,263	10,280,290	-	-
Write off of tangible and intangible assets	73,395	73,395	-	-
Valuation of hedging derivatives	95,553	73,443	488,407	574,288
Amortisation of goodwill for tax purposes	-	-	18,613,423	18,613,423
Revaluation of tangible assets	-	-	1,255,194	1,285,047
Tax losses carried forward	62,726,911	60,687,594	-	-
Reinvested capital gains/(losses)	-	-	1,226,715	1,256,610
Tax benefits	1,345,101	1,478,439	-	-
Others	875,804	1,128,103	6,406,176	1,774,778
	82,408,063	81,753,780	97,333,150	91,057,069

In accordance with the tax statements and tax estimates presented by companies that recorded deferred tax assets arising from tax losses carried forward, as at 31 March 2015 and 31 December 2014, and using exchange rates effective at that time, tax losses carried forward can be summarized as follows:

	31 March 2015			31 December 2014 Restated		
	Tax losses carried forward	Deferred tax assets	Time limit	Tax losses carried forward	Deferred tax assets	Time limit
With limited time use						
Generated in 2011	55,015	11,553	2015	65,786	13,815	2015
Generated in 2014	1,194,236	250,790	2026	1,194,236	250,790	2026
	<u>1,249,251</u>	<u>262,343</u>		<u>1,260,022</u>	<u>264,605</u>	
With a time limit different from the above mentioned (a)	249,859,806	62,464,568		241,691,949	60,422,989	
	<u>251,109,057</u>	<u>62,726,911</u>		<u>242,951,971</u>	<u>60,687,594</u>	

a) Includes, in 31 March 2015, 61.7 million euro (60 million euro in 31 December 2014) related to deferred tax assets for which the carry forward period count hasn't started.

As at 31 March 2015 and 31 December 2014, deferred tax assets resulting from tax losses carried forward were assessed against each company's business plans, which are regularly updated, and available tax planning opportunities. Deferred tax assets have only been recorded to the extent that future taxable profits will arise which may be offset against available tax losses or against deductible temporary differences. This evaluation centered on the business plan of Sonae Investimentos entities, which were reviewed and updated periodically and on the available and identified fiscal opportunities.

As at 31 March 2015, there were tax losses carried forward, amounting to 187.8 million euro (188.0 million euro as at 31 December 2014) for which no deferred tax assets were recognized due to uncertainties of their future use. These may be summarised as follows:

	31 March 2015			31 December 2014 Restated		
	Tax losses carried forward	Deferred tax credit	Time limit	Tax losses carried forward	Deferred tax credit	Time limit
With limited time use						
Generated in 2009	4,852,429	1,019,010	2015	4,852,429	1,019,010	2015
Generated in 2011	4,292,265	901,376	2015	4,292,265	901,376	2015
Generated in 2012	3,495,558	734,067	2017	3,495,558	734,067	2017
Generated in 2013	809,338	169,961	2018	809,338	169,961	2018
Generated in 2015	493,256	103,584	2027	-	-	
	<u>13,942,846</u>	<u>2,927,998</u>		<u>13,449,590</u>	<u>2,824,414</u>	
Without limited time use	13,367,642	4,544,896		14,134,893	4,805,864	
With a time limit different from the above mentioned	160,509,303	40,126,108		160,508,588	40,125,966	
	<u>187,819,791</u>	<u>47,599,002</u>		<u>188,093,071</u>	<u>47,756,244</u>	

14 CASH AND CASH EQUIVALENTS

As at 31 March 2015 and 31 December 2014 “Cash and cash equivalents” can be detailed as follows:

	31 March 2015	31 December 2014 Restated
Cash at hand	7,163,173	7,728,910
Bank deposits	38,163,951	94,097,355
Cash and cash equivalents on the statement of financial position	45,327,124	101,826,265
Bank overdrafts (Note 17)	(21,895,504)	(128,173)
Cash and cash equivalents on the statement of cash flows	23,431,620	101,698,092

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

15 SHARE CAPITAL

As at 31 March 2015, 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 31 March 2015, the subscribed share capital was held as follows:

Entity	%
Sonae, SGPS, S.A.	25.029%
Sonae Center Serviços, S.A.	51.827%
Sonae Investments. BV	13.142%
Sonae MC – Modelo Continente. SGPS. S.A.	10.000%
Libra Serviços. Lda	0.002%

As at 31 March 2015, Efanor Investimentos, SGPS, S.A. and its subsidiaries held 52.48% of the share capital of Sonae, SGPS, S.A., which holds directly and indirectly 100% of the others entities who hold the company's share capital.

16 NON-CONTROLLING INTERESTS

As at 31 March 2015 and 31 December 2014, Non-controlling interest are detailed as follows:

	31 March 2015				
	Equity	Net Profit/ (Loss)	Statement of financial position	Proportion in income	Dividends/ Income received
Investments Funds	299,254,714	3,951,241	59,144,376	621,227	113,298
Others	41,306,471	227,028	19,394,294	36,690	-
Total	340,561,185	4,178,269	78,538,670	657,917	113,298

	31 December 2014 Restated				
	Equity	Net Profit/ (Loss)	Statment of financial position	Proportion in income	Dividends/ Income received
Investments Funds	295,586,722	16,053,883	60,859,308	2,394,929	3,297,690
Others	41,150,631	81,619	19,375,654	(128,629)	-
Total	336,737,353	16,135,502	80,234,962	2,266,300	3,297,690

Movements in non-controlling interests during the periods ended as at 31 March 2015 and 2014 are as follows:

	31 March 2015		
	Investments Funds	Others	Total
Balance as at 1 January	60,859,308	19,375,654	80,234,962
Dividends distributed	(113,298)	-	(113,298)
Changes in shareholding interests	(2,222,847)	-	(2,222,847)
Exchange rate effect	-	(14,965)	(14,965)
Changes in hedge reserves	-	(2,105)	(2,105)
Profit for the period attributable to non-controlling interests	621,227	36,690	657,917
Closing balance	59,144,390	19,395,274	78,539,664

	31 March 2014		
	Investments Funds	Others	Total
Balance as at 1 January	64,854,284	19,457,883	84,312,167
Dividends distributed	(132,874)	-	(132,874)
Additional paid in capital	422,883	-	422,883
Exchange rate effect	-	12,971	12,971
Changes in hedge reserves	-	(3,360)	(3,360)
Profit for the period attributable to non-controlling interests	632,997	(306,586)	326,411
Closing Balance	65,777,290	19,160,908	84,938,198

During the period ended as at 31 March 2015 were still acquired units of real estate investment fund "Imosede" the amount of 2,500,557 euro (5,000,134 euro as at 31 December 2014).

The acquisition mentioned above had the following impacts at the level of the financial statements:

	Imosede
Additional percentage acquired	1.67%
Share of the acquired equity	2,323,604
Aquisition cost	(2,500,557)
Impact on equity	(176,953)

17 LOANS

As at 31 March 2015 and 31 December 2014, “Loans” are made up as follows:

	31 March 2015		31 December 2014 Restated	
	Outstanding amount		Outstanding amount	
	Current	Non Current	Current	Non Current
Bank loans				
Sonae Investimentos, SGPS, S.A. - commercial paper	85,000,000	30,000,000	-	30,000,000
Subsidiary of Sonae Investimentos 2011/2016	20,000,000	35,000,000	20,000,000	35,000,000
Subsidiary of Sonae Investimentos 2014/2018	-	50,000,000	-	-
Others	98,650	3,042,155	2,386,888	2,609,290
	<u>105,098,650</u>	<u>118,042,155</u>	<u>22,386,888</u>	<u>67,609,290</u>
Bank overdrafts (Note 14)	21,895,504	-	128,173	-
Up-front fees beared with the issuance of loans	(56,971)	(327,858)	(57,929)	(358,342)
Bank loans	<u>126,937,183</u>	<u>117,714,297</u>	<u>22,457,132</u>	<u>67,250,948</u>
Bonds				
Bonds Sonae SGPS /August 2007 / 2015	200,000,000	-	200,000,000	-
Bonds Sonae Investimentos / September 2007 / 2015	155,000,000	-	155,000,000	-
Bonds Sonae Investimentos/ 2009/ 2014	-	-	-	-
Bonds Sonae Investimentos/ 2012/ 2017	25,000,000	145,000,000	25,000,000	145,000,000
Bonds Sonae Investimentos /June 2013/ 2018	-	50,000,000	-	50,000,000
Bonds Sonae Investimentos/ December 2013 / 2018	-	75,000,000	-	75,000,000
Bonds Sonae Investimentos SGPS/ 2014/2018	-	50,000,000	-	50,000,000
Up-front fees beared with the issuance of loans	(175,078)	(2,595,225)	(275,266)	(2,779,285)
Bonds	<u>379,824,922</u>	<u>317,404,775</u>	<u>379,724,734</u>	<u>317,220,715</u>
Other loans	24,352	17,707	33,466	17,707
Derivative instruments (Note 18)	649,276	-	582,869	-
Other loans	<u>673,628</u>	<u>17,707</u>	<u>616,335</u>	<u>17,707</u>
Obligations under finance leases	<u>3,188,752</u>	<u>4,048,105</u>	<u>4,406,849</u>	<u>4,236,417</u>
	<u>510,624,485</u>	<u>439,184,884</u>	<u>407,205,050</u>	<u>388,725,787</u>

At 31 March 2015, Sonae Investimentos has agreed lines of credit and commercial paper amounting to 709 million euro, of which 176 million euro with firm commitments with maturity not exceeding one year and 433 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 472 million euro credit facilities available to meet its liquidity requirements. Additionally, as at 31 March 2015, Sonae Investimentos has, as detailed in Note 14 “Cash and cash equivalents”, the value of 45,327,123.70 euros (101,698,092 euros on 31 December 2014).

The average interest rate at 31 March 2015 of bonds and loans was 2.47% (2.64% on 31 December 2014). These bonds and bank loans bear interests at variable interest rates indexed to Euribor.

The derivative instruments are recorded at fair value (Note 18).

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

	31 March 2015	31 December 2014 Restated
N+1	510,207,258	406,955,376
N+2	87,966,177	88,677,930
N+3	97,006,890	96,345,254
N+4	256,181,506	175,955,135
N+5	432,961	30,374,513
Após N+5	520,434	510,582
	952,315,225	798,818,790

The maturities above were estimated in accordance with the contractual terms of loans and taking into account Sonae's best estimated regarding their reimbursement date.

18 DERIVATIVES

Exchange rate derivatives

In what concerns financial risk management policy, Sonae Investimentos essentially uses exchange rate derivatives to hedge future cash flows that occur in the next 12 months.

As at 31 March 2015, the fair value of the exchange rate derivatives, calculated taking into consideration the present market value of equivalent financial instruments, is estimated as follows:

	31 March 2015	31 December 2014 Restated
Assets (Note 10)	5,539,126	3,995,221
Liabilities (Note 17)	(649,276)	(582,869)
	4,889,850	3,412,352

Gains and losses for the period associated with the change in market value of derivative instruments are recorded under the caption "Hedging reserve" when considered cash flow hedging and when considered as fair value hedging are recorded under the caption "Financial income" or "Financial expenses".

Interest rate derivatives

As at 31 March 2015, the Group had no financial instrument derivative on the interest rate.

19 OTHER NON-CURRENT LIABILITIES

As at 31 March 2015 and 31 December 2014, the caption “Other non-current liabilities” are detailed as follows:

	31 March 2015	31 December 2014 Restated
Shareholders loans	402,375,851	402,372,328
Fixed assets suppliers	1,025,000	1,037,500
Other non-current liabilities	1,882,802	1,930,935
Share based payments (Note 20)	1,708,946	3,877,007
Deferred of revenue from the sale of warranties extension	30,275,442	25,905,981
Accruals and deferrals	2,708,648	2,624,071
Other non-current liabilities	439,976,689	437,747,822

The caption “Shareholders loans” includes:

-a subordinate bond loan, with a fixed interest rate, repayable after 10 years issued by Sonae Investimentos at market conditions on 28 December 2010 amounting to 400,000,000 euro corresponding to 8,000 bonds with a nominal value of 50,000 euro each, with a flat rate of 7% and repayment at the end of the loan period. The fair value of this loan on 31 March 2015 is 42,609 euro (42,358 euro as at 31 December 2014) per obligation having been determined based on discounted cash flows method;

- loans in affiliated undertakings related 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 31 March 2015, the caption “Other non-current liabilities” includes 616,887 euro (669,571 euro as at 31 December 2014) 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 11).

20 SHARE BASED PAYMENT PLANS

In 2015 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 31 March 2015 and 31 December 2014 are made up as follows:

Grant year	Vesting year	Number of participants	Number of shares		Fair Value	
			31 March 2015	31 December 2014 Restated	31 March 2015	31 December 2014 Restated
2012	2015	69	5,735,577	5,735,577	9,463,650	6,783,117
2013	2016	72	3,888,225	3,848,897	5,903,968	4,291,364
2014	2017	63	2,406,222	2,333,654	3,504,558	2,517,631
2015	2018	76	1,955,328	-	2,768,744	-
			13,985,352	11,918,128	21,640,920	13,592,112

As at 31 March 2015 and 31 December 2014 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:

	31 March 2015	31 December 2014 Restated
Staff costs	5,101,938	5,342,316
Recorded in previous years	10,883,856	5,541,540
	15,985,794	10,883,856
Other non-current liabilities (Note 19)	1,708,946	3,877,007
Other current liabilities (Note 21)	14,276,848	7,006,849
	15,985,794	10,883,856

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

21 TRADE CREDITORS AND OTHER CURRENT LIABILITIES

As at 31 March 2015 and 31 December 2014 the caption "Trade creditors and other current liabilities" can be detailed as follows:

	31 March 2015	31 December 2014 Restated
Trade creditors	944,475,219	1,131,212,718
Taxes payable	65,393,844	73,715,530
Other creditors		
Tangible asset suppliers	29,925,345	52,005,243
Related undertakings	75,334,655	28,419,911
Other debts	46,750,155	47,675,331
	<u>152,010,155</u>	<u>128,100,485</u>
Other current liabilities		
Holiday pay and bonuses	99,873,917	100,364,020
Interest payable	14,694,124	3,673,989
Marketing expenses	8,989,955	12,814,640
Other external supplies and services	36,484,030	46,456,469
Accrued income - rents	5,788,157	9,087,161
Real estate municipality tax	3,218,458	2,587,623
Deferred of revenue from the sale of warranties extension	15,333,580	17,120,641
Share based payments (Note 20)	14,276,848	7,006,849
Others	9,061,416	7,045,759
	<u>207,720,485</u>	<u>206,157,151</u>
	<u>1,369,599,703</u>	<u>1,539,185,884</u>

The caption "Related undertakings" includes:

- about 35,000,000 euro related to amount payable to Sonae SGPS, SA result of the inclusion companies in Special Regime of Taxing Groups of Companies; and
- 40,000,000 euro related to dividends assigned but not yet paid.

The caption "Other debts" includes:

- 23,670,645 euro (22,150,238 euro as at 31 December 2014), of attributed discounts not yet redeemed related to loyalty card "Cartão Cliente";
- 12,308,274 euro (14,150,325 euro as at 31 December 2014) related to means of payments owned by clients as vouchers, gift cards and discount tickets owned by clients; and
- 3,918,403 euro (4,253,041 euro as at 31 December 2014) related to amounts payable to Sonae Distribuição Brasil, SA buyer as a result of responsibilities assumed with that entity.

22 PROVISIONS AND ACCUMULATED IMPAIRMENT LOSSES

Movements in “Provisions and impairment losses”, for the three months period ended as at 31 March 2015 and 2014, were as follows:

Caption	Balance as at 1 January 2015	Increase	Decrease	Balance as at 31 March 2015
Accumulated impairment losses on investments	10,031,409	-	-	10,031,409
Accumulated impairment losses on tangible assets	144,059,960	841,741	(2,945,215)	141,956,486
Accumulated impairment losses on intangible assets	1,497,101	-	-	1,497,101
Accumulated impairment losses on other non current assets (Note 11)	2,450,000	-	-	2,450,000
Accumulated impairment losses on trade accounts receivable and other debtors (Note 12)	18,346,622	837,135	(813,561)	18,370,196
Non current provisions	22,396,928	-	(2,375,976)	20,020,952
Current provisions	3,438,257	-	-	3,438,257
	202,220,277	1,678,876	(6,134,752)	197,764,401

Caption	Balance as at 1 January 2014	Increase	Decrease	Balance as at 31 March 2014
Accumulated impairment losses on investments	2,101,337	-	(2,101,337)	-
Accumulated impairment losses on tangible assets	153,320,202	-	(3,231,833)	150,088,369
Accumulated impairment losses on intangible assets	1,497,119	-	-	1,497,119
Accumulated impairment losses on other non current assets	2,423,530	19,852	-	2,443,382
Accumulated impairment losses on trade accounts receivable and other debtors	17,025,625	2,001,626	(1,958,894)	17,068,357
Accumulated impairment losses on inventories	32,642,082	-	(5,009,609)	27,632,473
Non current provisions	29,588,227	-	(1,520,053)	28,068,174
Current provisions	2,717,989	-	-	2,717,989
	241,316,111	2,021,478	(13,821,726)	229,515,863

The caption “Non-current Provisions” and “Current Provisions” includes:

- 11,594,770 euro (12,584,983 euro as at 31 December 2014) 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; and
- the estimated liabilities incurred by the Group on the sale of warranty extension programs on products traded by the Specialized Retail operating segment in the amount of 7,454,605 euro (8,773,796 euro as at 31 December 2014). These extensions are granted for a period of one to three years after the end of the legal mandatory warranty provided by the manufacturers.

23 CONTINGENT ASSETS AND LIABILITIES

As at 31 March 2015 and 31 December 2014, the major “Contingent liabilities” were guarantees given, which can be detailed as follows:

Guarantees and sureties given	31 March 2015	31 December 2014 Restated
on tax claims	868,341,657	867,059,310
on judicial claims	147,918	285,654
on municipal claims	6,383,942	6,383,942
for proper agreement fulfillment	14,809,097	15,044,279
other guarantees	5,047,982	4,994,628

a) Tax claims

The main tax claims, for which bank guarantees or sureties were provided, can be detailed as follows:

- Some retail operating segment subsidiaries of the Company granted guarantees or securities in favour of the Portuguese Tax Administration, associated with tax claims for additional VAT payment amounting to 466.1 million euro (466.1 million euro as at 31 December 2014) related to the period from 2004 to 2011, 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;
- Sureties in the amount of, approximately, 60 million euro as a result of a tax appeal presented by the Company 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 its acquisition cost, which is not in accordance with previous assessments of Tax Authorities;
- Sureties in the amount of, approximately 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 arising on the sale and liquidation of a subsidiary of the Group;
- Fiscal lawsuit related to rent tax, concerning a subsidiary of the Company in Brazil, in the amount of, approximately, 18.8 million euro (65.6 million Brazilian real), which is being judged by a tax court, for which there were granted guarantees in the amount of 39.6 million euro (138.6 million Brazilian real). The difference between the value of the contingency and the value of the guarantee relates with the update of the related responsibility.

b) Contingent liabilities related to tax claims paid under regularization programs of tax debts

Within the framework of regularization of tax debts to Tax Authorities, (Outstanding Debts Settlement of Tax and Social Security - Decree of Law 151-A/2013 (RERD) e Decree of Law 248-A/2002 (PMFL)), the Group made tax payments in the amount of, approximately, 22 million euro, having the respective guarantees been eliminated. The related tax appeals continue in courts, having the maximum contingencies been reduced through the elimination of fines and interests related with these tax assessments.

As permitted by law, the Group maintains the legal proceedings, in order to establish the recovery of those amounts, having recorded as an asset the amount paid under those plans, in accordance with the policy adopted by the Group.

However CMVM disagreed with the interpretation of Sonae and requested the retrospective correction of the financial statements, arguing that the payments made in respect of other taxes than income tax should be considered as contingent assets. While not agreeing with the position of CMVM, Sonae made the restatement of financial statements. The impact of this change is nil in the income statement and immaterial in the statement of financial position (Note 4).

c) Contingent liabilities related to discontinued activities in subsidiaries in Brazil

In addition to the previously disclosed guarantees, as a consequence of the sale of a subsidiary in Brazil, Sonae guaranteed to the buyer of the subsidiary 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 31 December 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 (28.3 million euro) related to programmes for the Brazilian State of tax recovery, amount to near 39.8 million euro as at 31 March 2015 (39.8 million euro as at 31 December 2014). Furthermore, there are other tax assessments totalling 86.37 million euro (86.37 million euro as at 31 December 2014) for which the Board of Directors, based on its lawyers' assessment, understands will not imply future losses to the former subsidiary.

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

24 RELATED PARTIES

Balances and transactions with related parties are detailed as follows:

Transactions	Sales and services rendered		Purchases and services obtained	
	31 March 2015	31 March 2014	31 March 2015	31 March 2014
Shareholders	315,918	280,070	482,675	790,235
Jointly controlled companies	302,594	346,726	1,622,034	1,399,292
Associated companies	8,087,199	7,575,202	22,158	84,480
Other related parties ⁽¹⁾	15,268,077	13,687,200	15,888,617	17,389,444
	23,973,788	21,889,198	18,015,484	19,663,451

Transactions	Interest income		Interest expenses	
	31 March 2015	31 March 2014	31 March 2015	31 March 2014
Shareholders	-	-	8,457,931	8,069,062
Jointly controlled companies	94,030	110,362	-	-
Associated companies	67,271	122,662	-	-
Other related parties ⁽¹⁾	-	-	19,729	1,093,974
	161,301	233,024	8,477,660	9,163,036

Balances	Accounts receivable		Accounts payable	
	31 March 2015	31 December 2014 Restated	31 March 2015	31 December 2014 Restated
Shareholders	39,671,785	21,582,787	83,938,484	31,745,702
Jointly controlled companies	757,739	617,990	937,648	697,077
Associated companies	6,032,413	5,128,639	649,000	1,090,674
Other related parties ⁽¹⁾	20,561,713	21,144,252	13,325,028	26,057,886
	67,023,650	48,473,668	98,850,160	59,591,339

Balances	Loans			
	Obtained		Granted	
	31 March 2015	31 December 2014 Restated	31 March 2015	31 December 2014 Restated
Shareholders (Note 19)	400,000,000	400,000,000	-	-
Jointly controlled companies	-	-	7,615,000	8,768,402
Associated companies	-	-	9,155,593	9,155,593
Other related parties ⁽¹⁾	2,525,851	2,541,268	-	-
	402,525,851	402,541,268	16,770,593	17,923,995

⁽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 associated company MDS, SGPS, SA (9,155,593 euro as at 31 March 2015 and 31 December 2014).

25 INCOME TAX

Income tax for the three months period ended on 31 March 2015 and 2014 is detailed as follows:

	31 March 2015	31 March 2014
Current tax	(4,140,371)	(5,385,621)
Deferred tax	5,707,242	5,471,752
	1,566,871	86,131

26 EARNINGS PER SHARE

Earnings per share for the three months period ended on 31 March 2015 and 2014 were calculated taking into consideration the following amounts:

	31 March 2015	31 March 2014
Net profit		
Net profit taken into consideration to calculate basic earnings per share (consolidated profit for the period)	(6,375,881)	(1,297,718)
Net profit taken into consideration to calculate diluted earnings per share	(6,375,881)	(1,297,718)
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)	(0.007084)	(0.001442)

On 31 March 2015 and 2014 there is no dilutive effect on the number of shares outstanding.

27 SEGMENT INFORMATION

Sonae Investimentos is a group of retail and has three segments:

- Sonae MC is our food retail unit, operating 482 stores and 174 stores operated under franchise and joint venture agreements under Continente, Continente Modelo, Continente Bom Dia, Meu Super business concepts and even some adjacent business concepts Bom Bocado, note! and Wells;
- Sonae SR is our specialised retail unit, with a presence in the electronics, sports and fashion market operating 519 stores and 68 stores operated under franchise agreements under the Worten, Sport Zone, MO and Zippy business concepts;
- Sonae RP is our retail real estate unit which actively manages retail real estate properties of Sonae, composed principally of stores operating under the brand Continente and under other brands of Sonae SR;

The Investment Management operating segment includes a company that operates in the retail DIY products, building and garden (Maxmat), a travel agency (Geostar), insurance brokers (MDS), nevertheless the Group decided to include this operating segment in "Others, eliminations and adjustments".

These operating segments have been identified taking into consideration that each of these segments has separate identifiable revenues and costs, separate financial information is produced, and its operating results are reviewed by management on which it makes decisions.

The main operating segment information for the periods ended 31 March 2015 and 2014 can be detailed as follows:

Turnover	31 March 2015	Inter-segment income	31 March 2014	Inter-segment income
Sonae MC	793,495,548	(1,490,535)	787,141,650	(1,380,366)
Sonae SR	298,722,562	(8,166,581)	291,375,343	(7,821,829)
Sonae RP	32,350,627	(22,669,830)	31,437,015	(27,574,752)
Others, eliminations and adjustments	(16,282,409)	-	(21,445,296)	-
Total consolidated	1,108,286,328	(32,326,946)	1,088,508,712	(36,776,947)

	Depreciation and amortisation		Provisions and impairment losses		EBIT	
	31 March 2015	31 March 2014	31 March 2015	31 March 2014	31 March 2015	31 March 2014
Sonae MC	21,327,696	20,672,501	726,278	267,415	11,478,113	13,688,086
Sonae SR	10,836,277	10,507,417	1,148,685	234,138	(18,914,758)	(17,730,269)
Sonae RP	7,263,518	7,250,070	-	-	21,689,173	20,930,672
Others, eliminations and adjustments	646,102	859,644	4,172	23,949	(3,640,952)	(1,211,307)
Total consolidated	40,073,593	39,289,632	1,879,135	525,502	10,611,576	15,677,181

	Investment (CAPEX)		Invested capital	
	31 March 2015	31 March 2014	31 March 2015	31 December 2014 Restated
Sonae MC	22,515,698	17,976,251	552,870,717	418,842,475
Sonae SR	17,247,075	10,224,585	185,337,652	115,932,567
Sonae RP	4,241,264	1,325,592	1,194,579,860	1,199,162,497
Others, eliminations and adjustments	2,028,241	(1,034,712)	11,519,287	66,900,355
Total consolidated	46,032,278	28,491,716	1,944,307,517	1,800,837,894

The caption "Others, eliminations and adjustments" can be analysed as follows:

	Turnover		EBIT	
	31 March 2015	31 March 2014	31 March 2015	31 March 2014
Inter-segment income	(32,326,946)	(36,776,947)	-	-
Equity method	-	-	(506,773)	(1,358,838)
Others	16,044,537	15,331,651	(3,134,179)	147,531
Others, eliminations and adjustments	(16,282,409)	(21,445,296)	(3,640,952)	(1,211,307)

	Investment (Capex)		Invested capital	
	31 March 2015	31 March 2014	31 March 2015	31 December 2014 Restated
Investments and loans granted to associated companies	-	-	48,487,029	49,717,769
Dividends	-	-	(40,113,299)	-
Investment acquisition	2,500,557	-	-	-
Others	(472,316)	(1,034,712)	3,145,558	17,182,586
Others, eliminations and adjustments	2,028,241	(1,034,712)	11,519,287	66,900,355

Glossary:

Net Invested capital = Total net debt + total shareholder funds;

Other eliminations and adjustments = Intra-groups + consolidation adjustments + contributions from other companies not included in the disclosed segments by do not fit in any reportable segment;

Investments (CAPEX) = Investments in tangible and intangible assets and investments in acquisitions.

28 PRESENTATION OF CONSOLIDATED INCOME STATEMENT

In the Management Report, and for the purposes of calculating financial indicators as EBIT, EBITDA and underlying EBITDA the consolidated income statement is divided between Direct Income and Indirect Income.

The Indirect Income includes: (i) impairment of real estate assets for retail, (ii) decreases in goodwill, (iii) provisions (net of tax) for possible future liabilities, and impairments related to non-core investments, businesses and discontinued assets (or to be discontinued / repositioned), (iv) valuation results based on the methodology "mark-to-market" of other current investments that will be sold or traded in the near future and (v) other irrelevant issues. The value of EBITDA is only calculated in the direct income component, excluding the indirect contributions.

The reconciliation between consolidated income and direct-indirect income for the periods ended 31 March 2015 and 2014 can be summarised as follows:

	31 March 2015			31 March 2014		
	Consolidated accounts	Indirect income	Direct income	Consolidated accounts	Indirect income	Direct income
Turnover	1,108,286,328	-	1,108,286,328	1,088,508,712	-	1,088,508,712
Investment income						
Dividends and other adjustments	-	-	-	150,000	-	150,000
Others	-	-	-	421,555	-	421,555
Other income						
Impairment losses reversal	993,575	-	993,575	632,137	-	632,137
Others	147,163,299	-	147,163,299	112,811,779	-	112,811,779
Total income	1,256,443,202	-	1,256,443,202	1,202,524,183	-	1,202,524,183
Total expenses	(1,202,108,836)	-	(1,202,108,836)	(1,145,673,029)	-	(1,145,673,029)
Depreciation and amortisation	(40,073,593)	-	(40,073,593)	(39,289,632)	-	(39,289,632)
Losses on tangible and intangible assets	(1,263,289)	-	(1,263,289)	(1,339,176)	-	(1,339,176)
Provisions and impairment:						
Others	(1,879,135)	-	(1,879,135)	(525,502)	-	(525,502)
Profit before financial results and share of results in joint ventures and associated companies	11,118,349	-	11,118,349	17,036,020	-	17,036,020
Financial profit/(loss)	(14,762,668)	-	(14,762,668)	(16,562,358)	-	(16,562,358)
Share of results in joint ventures and associated undertakings						
MDS	(525,991)	-	(525,991)	(1,080,025)	-	(1,080,025)
Raso	-	-	-	(226,233)	-	(226,233)
Others	19,218	-	19,218	(52,580)	-	(52,580)
Profit before taxation	(4,151,092)	-	(4,151,092)	(885,176)	-	(885,176)
Income tax	(1,566,871)	-	(1,566,871)	(86,131)	-	(86,131)
Profit/(Loss) after taxation	(5,717,963)	-	(5,717,963)	(971,307)	-	(971,307)
Attributable to equity holders of Sonae	(6,375,881)	-	(6,375,881)	(1,297,718)	-	(1,297,718)
Non-controlling interests	657,917	-	657,917	326,411	-	326,411
"Underlying" EBITDA (b)			53,340,792			56,219,017
Direct EBITDA (a)			52,834,019			54,860,179
Direct EBIT (c)			10,611,576			15,677,182

(a) Direct EBITDA = total direct income - total direct expenses - reversal of direct impairment losses + Share of results in joint ventures and associated undertakings +unusual results;

(b) "Underlying EBITDA" = Direct EBITDA - effect of share result in joint ventures and associated undertakings – non recurrent results;

(c) Direct EBIT = Direct EBT - financial results;

(d) Direct EBT = Direct results before non-controlling interests and taxes;

(e) Direct income = Results excluding contributions to indirect income;

(f) Indirect income = Includes results arising from: (i) impairment of real estate assets for retail; (ii) decrease in goodwill; (iii) provisions (net of tax) for possible future liabilities and impairments related with non-core financial investments, Businesses, discontinued assets (or be discontinued / repositioned); (iv) valuation results based on the methodology "mark-to-market" of other current investments that will be sold or traded in the near future and (v) other irrelevant issues.

29 APPROVAL OF THE FINANCIAL STATEMENTS

The accompanying consolidated financial statements were approved by the Board of Directors and authorized for issue on 4 May 2015.

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 STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2015 AND 2014 AND 31 DECEMBER 2014

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

ASSETS	Notes	31.March.2015	31.March.2014 Restated (note 4)	31.December.2014 Restated (note 4)	01.January.2014 Restated (note 4)
NON-CURRENT ASSETS:					
Tangible assets		2	24	8	30
Intangible assets		178	398	228	455
Investments	5	764,129,304	2,386,048,106	760,698,747	2,388,661,291
Deferred tax assets		-	1,226	-	6,485
Other non-current assets	6	699,244,489	1,167,028,390	699,808,123	1,186,256,030
Total non-current assets		1,463,373,973	3,553,078,144	1,460,507,106	3,574,924,291
CURRENT ASSETS:					
Trade account receivables and other current assets	7	2,987,964,154	313,895,269	2,978,216,657	202,291,545
Cash and cash equivalents	8	23,606	23,854	40,614,996	6,623,141
Total current assets		2,987,987,760	313,919,123	3,018,831,653	208,914,686
TOTAL ASSETS		4,451,361,733	3,866,997,267	4,479,338,759	3,783,838,977
EQUITY AND LIABILITIES					
EQUITY:					
Share capital	9	1,000,000,000	1,000,000,000	1,000,000,000	1,000,000,000
Reserves and retained earnings		1,818,831,465	1,264,782,645	1,264,782,645	1,292,875,706
Profit for the period		2,160,185	11,363,144	594,048,820	11,906,939
TOTAL EQUITY		2,820,991,650	2,276,145,789	2,858,831,465	2,304,782,645
LIABILITIES:					
NON-CURRENT LIABILITIES:					
Loans	10	347,404,775	859,594,095	347,220,715	712,974,210
Other non-current liabilities	11	400,000,000	400,000,000	400,000,000	400,000,000
		40	-	-	-
Total non-current liabilities		747,404,815	1,259,594,095	747,220,715	1,112,974,210
CURRENT LIABILITIES:					
Loans	10	486,653,251	146,646,598	381,395,664	45,815,788
Trade creditors and other current liabilities	12	396,312,017	184,610,785	491,890,915	320,266,334
Total current liabilities		882,965,268	331,257,383	873,286,579	366,082,122
TOTAL EQUITY AND LIABILITIES		4,451,361,733	3,866,997,267	4,479,338,759	3,783,838,977

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

The Board of Directors

SONAE INVESTIMENTOS, SGPS, SA

CONDENSED INDIVIDUAL INCOME STATEMENT FOR THE PERIODS ENDED 31 MARCH 2015 AND 2014

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

(Amounts expressed in euro)

	Notes	31.March.2015	31.March.2014
Services rendered		-	181,345
Gains or losses on investments	15	113,299	17,060,008
Financial income	16	20,989,487	11,292,682
Other income		108,602	189,619
External supplies and services		(928,864)	(1,143,659)
Staff costs		(10,202)	(5,389)
Depreciation and amortisation		(56)	(62)
Provisions and impairment losses		-	(19,852)
Financial expenses	16	(17,430,117)	(17,829,500)
Other expenses		(151)	(11,426)
Profit/(Loss) before taxation		<u>2,841,998</u>	<u>9,713,766</u>
Taxation		<u>(681,813)</u>	<u>1,649,378</u>
Profit/(Loss) after taxation		<u>2,160,185</u>	<u>11,363,144</u>
Profit/(Loss) per share	17	<u>0.0024</u>	<u>0.0126</u>

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

The Board of Directors

SONAE INVESTIMENTOS, SGPS, SACONDENSED INDIVIDUAL STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIODS
ENDED 31 March 2015 AND 2014

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

(Amounts expressed in euro)

	<u>31.March.2015</u>	<u>31.March.2014</u>
Net Profit / (Loss) for the period	<u>2,160,185</u>	<u>11,363,144</u>
Total comprehensive income for the period	<u>2,160,185</u>	<u>11,363,144</u>

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

The Board of Directors

SONAE INVESTIMENTOS, SGPS, SA

CONDENSED INDIVIDUAL STATEMENT OF CHANGES IN EQUITY FOR THE PERIODS ENDED AS AT 31 MARCH 2015 AND 2014

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

(Amounts expressed in euro)

Notes	Share capital	Legal reserve	Other reserves	Total reserves and retained earnings	Net Profit/(Loss)	Total	
Balance as at 1 January 2014 restated	1,000,000,000	140,642,469	1,152,233,237	1,292,875,706	11,906,939	2,304,782,645	
Total comprehensive income for the period	-	-	-	-	11,363,144	11,363,144	
Appropriation of profit of 2013:							
Transfer to legal reserves and other reserves	-	595,347	-	595,347	(595,347)	-	
Dividends distributed	-	-	(28,688,408)	(28,688,408)	(11,311,592)	(40,000,000)	
Balance as at 31 March 2014 restated	1,000,000,000	141,237,816	1,123,544,829	1,264,782,645	11,363,144	2,276,145,789	
Balance as at 1 January 2015 restated	1,000,000,000	141,237,816	1,123,544,829	1,264,782,645	594,048,820	2,858,831,465	
Total comprehensive income for the period	-	-	-	-	2,160,185	2,160,185	
Appropriation of profit of 2014:							
Transfer to legal reserves and other reserves	18	-	29,702,450	524,346,370	554,048,820	(554,048,820)	-
Dividends distributed	18	-	-	-	-	(40,000,000)	(40,000,000)
Balance as at 31 March 2015	1,000,000,000	170,940,266	1,647,891,199	1,818,831,465	2,160,185	2,820,991,650	

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 PERIODS ENDED 31 MARCH 2015 AND 2014

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

(Amounts expressed in euro)

	Notes	31.March.2015	31.March.2014
OPERATING ACTIVITIES			
Net cash flow from operating activities (1)		(357,494)	(1,886,800)
INVESTMENT ACTIVITIES			
Cash receipts arising from:			
Investments		-	2,973,314
Interest and similar income		21,573,848	17,620,874
Loans granted		238,912,540	854,404,905
		<u>260,486,388</u>	<u>874,999,093</u>
Cash payments arising from:			
Investments		(3,430,557)	(50,000)
Loans granted		(250,779,118)	(935,579,966)
		<u>(254,209,675)</u>	<u>(935,629,966)</u>
Net cash used in investment activities (2)		<u>6,276,713</u>	<u>(60,630,873)</u>
FINANCING ACTIVITIES			
Cash receipts arising from:			
Loans obtained		1,510,096,588	903,800,456
		<u>1,510,096,588</u>	<u>903,800,456</u>
Cash payments arising from:			
Loans obtained		(1,574,289,237)	(878,526,697)
Interest and similar charges		(4,141,067)	(5,174,708)
		<u>(1,578,430,304)</u>	<u>(883,701,405)</u>
Net cash used in financing activities (3)		<u>(68,333,716)</u>	<u>20,099,051</u>
Net increase in cash and cash equivalents (4) = (1) + (2) + (3)		(62,414,497)	(42,418,622)
Cash and cash equivalents at the beginning of the period	8	40,609,774	6,623,141
Cash and cash equivalents at the end of the period	8	<u>(21,804,723)</u>	<u>(35,795,481)</u>

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 31 MARCH 2015

(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 5).

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 2014.

4 RESTATEMENT OF FINANCIAL STATEMENTS

Under the Special Regime of Debt Adjustments to the Fiscal Authorities and Social Security (Decree Law No. 248-A/2002 (PMFL) and Decree Law No. 151-A/2013 (RERD)), Sonae Investimentos has voluntarily made payments in the past years to the State relating to additional tax assessments of previous years, for which, at the time of such payments, Sonae had already appealed to the competent courts.

Until the time of those payments the assessment made, and not changed since then, is that these claims correspond to contingencies which probability of being decided against Sonae intents is remote and that such claims are motivated by different interpretations of the applicable tax legislation, hence corresponding to uncertain tax positions. As a result of this assessment, the claims were disclosed in the financial statements as they correspond to contingent liabilities.

Amounts paid under those schemes were recognized as assets under the caption "Other debtors", according to the "IAS 12 - Income taxes" in the case of amounts related to IRC. In respect of payments of other taxes, and considering that applicable accounting rules are silent in relation with those, Sonae Investimentos used a similar accounting policy, meaning the payments were also recognized as assets.

However CMVM disagreed with the interpretation of Sonae Investimentos and requested the restatement of the financial statements, arguing that the payments made in respect of taxes other than income tax should be considered contingent assets. While not agree in with the CMVM's position, Sonae Investimentos performed the restatement of financial statements, which impact is nil in the income statement and immaterial in the statement of financial position.

The amount of 2,200,320 euros was reclassified from other debtors to retained earnings.

5 INVESTMENTS

As at 31 March 2015 and 31 December 2014, the investments caption is made up as follows:

	31.March.2015		31.December.2014 Restated	
	% held	Final balance	% held	Final balance
Apor - Agência para a Modernização do Porto, SA	22.75%	300,000	22.75%	300,000
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%	-
Citorres - Sociedade Imobiliária, SA	100.00%	477,848	100.00%	477,848
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
Fundo de Investimento Imobiliário Fechado Imosede	57.82%	71,915,712	54.55%	69,415,155
Fundo de Investimento Imobiliário Imosona Dois	74.94%	108,760,470	74.94%	108,760,470
Iginha - Sociedade Imobiliária, SA	100.00%	1,359,000	100.00%	1,359,000
Imoestrutura - Sociedade Imobiliária, SA	100.00%	24,940	100.00%	24,940
Imomuro - Sociedade Imobiliária, SA	100.00%	1,053,885	100.00%	923,885
Imoresultado - Sociedade Imobiliária, SA	100.00%	109,736	100.00%	109,736
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%	21,510,614	50.00%	21,510,614
Modelo Hiper Imobiliária, SA	100.00%	10,012,648	100.00%	10,012,648
MOVVO, SA	9.09%	400,000	9.09%	400,000
Ponto de Chegada - Promoção Imobiliária, SA	100.00%	50,000	100.00%	50,000
Predicomercial - Promoção Imobiliária, SA	100.00%	6,372,293	100.00%	6,372,293
Predilugar - Sociedade Imobiliária, SA	100.00%	50,000	100.00%	50,000
Raso, SGPS, SA	50.00%	-	50.00%	-
Selifa - Sociedade de Empreendimentos Imobiliários, SA	100.00%	565,000	100.00%	565,000
Socijofra - Sociedade Imobiliária, SA	100.00%	550,000	100.00%	550,000
Soliférias - Operadores Turísticos, SA	11.12%	133,162	11.12%	133,162
Sonae Capital Brasil, Ltda	37.00%	296,770	37.00%	296,770
Sonae Center Serviços II, SA	100.00%	58,032,319	100.00%	58,032,319
Sonae MC - Modelo Continente, SGPS, SA	41.96%	423,698,275	41.96%	423,698,275
Sonae Financial Services, SA	100.00%	1,150,000	100.00%	350,000
Sonae SR Malta Holding Limited	-	1	-	1
Sonaegest - Soc. Gest. de Fundos de Investimentos, SA	40.00%	384,351	40.00%	384,351
Valor N, SA	100.00%	2,087,315	100.00%	2,087,315
Total		<u>764,129,304</u>		<u>760,698,747</u>

6 OTHER NON-CURRENT ASSETS

As at 31 March 2015 and 31 December 2014 the non-current assets were as follows:

	31.March.2015	31.December.2014 Restated
Loans granted	<u>699,244,489</u>	<u>699,808,123</u>
	699,244,489	699,808,123

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 31 March 2015 and 31 December 2014 the loans granted are no past due or impaired.

7 TRADE ACCOUNTS RECEIVABLE AND OTHER CURRENT ASSETS

As at 31 March 2015 and 31 December 2014 the current assets were as follows:

	31.March.2015	31.December.2014 Restated
Group company:		
Short term loans	1,486,484,396	1,473,912,654
Interests charged but not received	36,551	21,747,999
Taxes - Special Regime for taxation of groups of	25,644,046	25,643,546
Dividends receivable	113,299	-
Receivables on the sale of investments	1,435,757,800	1,435,757,800
Additional tax assessments	1,578,116	1,578,116
Special regime for payment of tax and social security debts (DL 248-A/2002, 14 November)	2,795,019	2,795,019
Special regime for payment of tax and social security debts (DL 151-A/2013, 31 October)	788,298	788,298
Others	67,076	457,090
Taxes recoverable	8,920,050	10,506,101
Other current assests	<u>25,779,503</u>	<u>5,030,034</u>
	<u>2,987,964,154</u>	<u>2,978,216,657</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' (DL 248-A/2002, of 14 November and DL 151-A/2013, of 31 October) relates to taxes paid which were previously disputed and subject to reimbursement claims. The tax litigations are still in progress, although, following the payment, the guarantees previously given were canceled. As mentioned in note 4 the amount of 2,200,320 euro was transferred to retained earnings.

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

8 CASH AND CASH EQUIVALENTS

As at 31 March 2015 and 31 December 2014, cash and cash equivalents can be detailed as follows:

	31.March.2015	31.December.2014 Restated
Cash in hand	550	550
Bank deposits	23,056	40,614,446
Cash and cash equivalents on the balance sheet	23,606	40,614,996
Bank overdrafts	(21,828,329)	(5,222)
Cash and cash equivalents on the cash flow statement	(21,804,723)	40,609,774

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

9 SHARE CAPITAL

As at 31 March 2015 and 31 December 2014, 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 MC – Modelo Continente, 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 31 March 2015 and 31 December 2014, the subscribed share capital was held as follows:

	31.March.2015	31.December.2014
Sonae, SGPS, SA	25.0287%	25.0287%
Sonae Investments BV	13.1419%	13.1419%
Sonae MC - Modelo Continente, SGPS, SA	10.0000%	10.0000%
Sonaecenter Serviços, SA	51.8269%	51.8269%
Libra Serviços, Sociedade Unipessoal, Lda	0.0025%	0.0025%

10 BORROWINGS

As at 31 March 2015 and 31 December 2014, this caption included the following loans:

	31.March.2015	31.December.2014 Restated
Bonds Sonae Investimentos / 2012/2017	145,000,000	145,000,000
Bonds Sonae Investimentos / June 2013/2018	50,000,000	50,000,000
Bonds Sonae Investimentos / december 2013/2018	75,000,000	75,000,000
Bonds Sonae Investimentos / 2014/2018	50,000,000	50,000,000
Up-front fees not yet charged to income statement	(2,595,225)	(2,779,285)
Bond loans	317,404,775	317,220,715
Commercial paper	30,000,000	30,000,000
Bank loans	30,000,000	30,000,000
Non-current loans	347,404,775	347,220,715

	31.March.2015	31.December.2014 Restated
Bonds Sonae Investimentos / August 2007/2015	200,000,000	200,000,000
Bonds Sonae Investimentos / September 2007/2015	155,000,000	155,000,000
Bonds Sonae Investimentos / 2012/2017	25,000,000	25,000,000
Up-front fees not yet charged to income statement	(175,078)	(275,266)
Bond loans	<u>379,824,922</u>	<u>379,724,734</u>
Commercial paper	85,000,000	-
Other bank loans	-	1,666,667
Up-front fees not yet charged to income statement	-	(959)
Bank overdrafts	<u>21,828,329</u>	<u>5,222</u>
Bank loans	<u>106,828,329</u>	<u>1,670,930</u>
Current loans	<u>486,653,251</u>	<u>381,395,664</u>

As at 31 March 2015 Sonae Investimentos has agreed lines of credit and commercial paper programs amounting 691 million euro, out of which 158 million with firm commitments with maturity not exceeding one year and 433 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 469 million euro credit facilities available to meet its liquidity requirements. Additionally as at 31 March 2015, Sonae Investimentos had, as detailed in note 8 cash and cash equivalents of 23.6 thousand euro (40.6 million euro in 2014).

The interest rate as at 31 March 2015 of the bonds and bank loans was, on average, 2.49% (2.62% as at 31 December 2014).

11 OTHER NON-CURRENTS LIABILITIES

As at 31 March 2015 and 31 December 2014 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 31 March 2015 the fair value of this bond loan is 42,609 euro (42,358 euro on 31 December 2014) per bond, and was determined based on discounted cash flows method.

As at 31 March 2015 and 31 December 2014 Sonae, SGPS, SA and Sonae Investments, BV held 6,948 and 1,052 bonds, respectively.

12 TRADE ACCOUNTS PAYABLE AND OTHER CURRENT LIABILITIES

As at 31 March 2015 and 31 December 2014, this heading is made up as follows:

	31.March.2015	31.December.2014 Restated
Suppliers	36,999	37,010
Group companies:		
Short term loans	311,875,636	459,401,618
Taxes - Special Regime for taxation of groups of companies	21,724,428	21,042,656
Others	744,917	614,080
Taxes and contributions payable	1,895,924	2,161,371
Other current liabilities	<u>20,034,113</u>	<u>8,634,180</u>
	<u>396,312,017</u>	<u>491,890,915</u>

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

13 CONTINGENT LIABILITIES

As at 31 March 2015 and 31 December 2014 the contingent liabilities were detailed as follows:

	31.March.2015	31.December.2014 Restated
Guarantees rendered:		
related to tax claims awaiting outcome		
Guarantees provided by financial institutions	88,025,158	88,025,158
Guarantees provided by parent company	222,285,850	219,575,261
related to local and municipal claims awaiting outcome	28,938	28,938
others	10,633,113	10,633,113
Guarantees given in favour of subsidiaries	(a) 62,926,569	62,958,018

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

The caption Guarantees provided on tax claims includes guarantees granted to Tax Authorities regarding income tax. The most significant amounts relate to an additional tax assessment made by Tax Authorities, relating the taxable period ending 2005, regarding the covering of losses made by the Company in a subsidiary, having Tax Authorities not considered the usage of taxable losses on this operation and subsequent liquidation of the Company's subsidiary, which is not in accordance with previous assessments made by Tax Authorities. The Company has presented an appeal against this tax claim, being the Board of Directors understanding, based on its advisors assessment, that such appeal will be favorable.

No provision has been recorded for these additional tax assessments, to which some guarantees were provided, as the Board of Directors considers that their outcome will be favorable, therefore with no additional liabilities to the Company.

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.

14 RELATED PARTIES

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

Balance:	31.March.2015	31.December.2014
		Restated
Shareholders	4,485,140	4,219,330
Subsidiaries	58,317,798	1,482,009,644
Jointly controlled companies	99,195	133,402
Associated companies	364,617	230,233
Other related parties	134	-
Accounts receivable	63,266,884	1,486,592,609
Shareholders	23,145,918	2,701,597
Subsidiaries	25,433,672	23,586,741
Associated companies	13,403	291,896
Other related parties	3,237,846	46,947
Accounts payable	51,830,839	26,627,181
Subsidiaries	1,254,755,667	2,153,763,572
Jointly controlled companies	7,750,000	8,635,000
Associated companies	13,630,349	11,322,205
Loans granted	1,276,136,016	2,173,720,777
Shareholders	347,400,000	347,400,000
Subsidiaries	223,789,358	459,401,618
Other related parties	52,600,000	52,600,000
Loans obtained	623,789,358	859,401,618
Transactions:	31.March.2015	31.March.2014
Associated companies	-	181,345
Services rendered	-	181,345
Shareholders	367,279	604,735
Subsidiaries	-	375
Jointly controlled companies	-	6,794
Associated companies	10,021	10,020
Other related parties	35	35
Purchases and services obtained	377,335	621,959
Shareholders	19,035	32,589
Subsidiaries	81,565	144,401
Associated companies	55	348
Other income	100,655	177,338
Shareholders	1,269,123	-
Subsidiaries	19,535,471	11,000,780
Jointly controlled companies	94,030	110,362
Associated companies	87,000	122,662
Interest income	20,985,624	11,233,804
Shareholders	8,457,931	8,069,063
Subsidiaries	2,814,536	1,667,182
Other related parties	-	1,052,000
Interest expenses	11,272,468	10,788,245
Subsidiaries	113,299	16,758,860
Dividend income	113,299	16,758,860

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 1st quarter 2015 and 2014 did not occur any transactions including granted loans to the Company's Directors.

15 INVESTMENT INCOME

As at 31 March 2015 and 2014 investment income is as follows:

	31.March.2015	31.March.2014
Dividends received	113,299	16,758,860
Reverse of impairment losses	-	4,349,891
Losses on investments sales	-	(4,048,743)
	<u>113,299</u>	<u>17,060,008</u>

16 FINANCIAL INCOME / EXPENSES

As at 31 March 2015 and 2014, net financial expenses are as follows:

	31.March.2015	31.March.2014
Interest receivable		
related to bank deposits	3,863	58,878
related to lans granted	20,985,624	11,213,952
Others	-	19,852
Financial income	<u>20,989,487</u>	<u>11,292,682</u>
Interest payable		
related to bank deposits and overdrats	(203,262)	(596,248)
related to non convertible bonds	(4,518,245)	(4,634,911)
related to loans obtained	(11,272,468)	(10,788,245)
Others financial expenses		
Up front fees on the issuance of debt	(1,223,251)	(1,806,908)
Others	(212,891)	(3,188)
Financial expenses	<u>(17,430,117)</u>	<u>(17,829,500)</u>

17 EARNINGS PER SHARE

Earnings per share for the periods ended 31 March 2015 and 2014 were calculated taking into consideration the following amounts:

	31.March.2015	31.March.2014
Net Profit		
Net profit taken into consideration to calculate basic earnings per share (Net profit for the period)	2,160,185	11,363,144
Net profit taken into consideration to calculate diluted earnings per share	2,160,185	11,363,144
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>0.0024</u>	<u>0.0126</u>

18 SUBSEQUENT EVENTS

The appropriation of the 2014 result has been approved in the Shareholders' General Meeting held on the 30th April 2015. The distribution of dividends amounting to 40,000,000 euro has been approved, through the allocation of the 2014 net results. Shares held by company or by any of its subsidiaries are not entitled to the dividends. The dividends amount has been recorded on these financial statements.

19 APPROVAL OF THE FINANCIAL STATEMENTS

The accompanying financial statements were approved by the Board of Directors and authorized for issue on 4 May 2015.

20 INFORMATION REQUIRED BY LAW

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

During the period ended as at 31 March 2015 shareholders' loan contracts were signed with the following companies:

Sonae Capital Brasil Ltda

During the period ended as at 31 March 2015, treasury application agreements were signed with the following companies:

Sonae Financial Services, SA

Sonae, SGPS, SA

The amounts due to group companies as at 31 March 2015 related to the mentioned contracts were the following:

Company	31.March.2015
BB Food Service, SA	5,092,920
Bom Momento - Comercio Retalhista, SA	410,144
Continente Hipermercados, SA	53,722,785
Contibomba - Comércio e Distribuição de Combustíveis, SA	1,126,144
Modelo Continente Hipermercados, SA	97,313,085
Modelo Hiper Imobiliária, SA	3,797,143
Modelo.Com - Vendas por Correspondência, SA	10,712,144
Sesagest - Projectos e Gestão Imobiliária, SA	10,210,144
SonaeSR - Serviços e Logística, SA	4,937,000
Têxtil do Marco, SA	961,144
Tlantic Portugal - Sistemas de Informação, SA	987,939
Worten - Equipamentos para o Lar, SA	122,605,044
	<u>311,875,636</u>

As at 31 March 2015 amounts owed by subsidiaries can be detailed as follows:

Company	31.March.2015
Azulino - Imobiliária, SA	3,602,030
Bertimóvel - Sociedade Imobiliária, SA	20,102,902
Canasta - Empreendimentos Imobiliários, SA	1,080,463
Chão Verde - Sociedade de Gestão Imobiliária, SA	13,438,795
Citorres - Sociedade Imobiliária, SA	1,948,305
Contimobe - Imobiliária do Castelo de Paiva, SA	3,074,062
Discovery Sports, SA	2,638,856
Cumulativa - Sociedade Imobiliária, SA	1,072,588
Farmácia Seleção, SA	30,856
Fashion Division, SA	1,803,356
Fozimo – Sociedade Imobiliária, SA	1,248,556
Igimo – Sociedade Imobiliária, SA	1,307,795
Iginha – Sociedade Imobiliária, SA	15,805,571
Imoconti – Sociedade Imobiliária, SA	484,856
Imoestrutura - Sociedade Imobiliária, SA	213,500
Imomuro - Sociedade Imobiliária, SA	10,615,715
Imoresultado – Sociedade Imobiliária, SA	514,451
Imosistema - Sociedade Imobiliária, SA	98,000
Infocfield - Informática, SA	105,856
MJLF - Empreendimentos Imobiliários, SA	2,392,442
Modalfa - Comércio e Serviços, SA	8,308,856
Modalloop - Vestuário e Calçado, SA	817,856
Modelo - Distribuição de Materiais de Construção, SA	2,308,144
MDS SGPS, SA	9,155,593
Pharmaconcept - Actividades em Saúde, SA	6,856
Pharmacontinente - Saúde e Higiene, SA	5,301,974
Predicomercial - Promoção Imobiliária, SA	2,222,565
Pedilugar - Sociedade Imobiliária, SA	6,546,000
Ponto de Chegada - Promoção Imobiliária, SA	2,487,000
Raso, SGPS, SA	7,615,000
Selifa - Sociedade de Empreendimentos Imobiliários, SA	2,171,231
SDSR - Sports Division SR, SA	15,917,856
Sempre à Mão - Sociedade Imobiliária, SA	528,000
Socijofra - Sociedade Imobiliária, SA	4,508,639
Sociloures - Sociedade Imobiliária, SA	135,273
Sonae Capital Brasil, Ltda	2,334,077
Sonae Center Serviços II, SA	86,707,014
Sonae MC - Modelo Continente, SGPS, SA	1,341,488,223
Sonae Financial Services, SA	1,830,000
Sonae - Specialized Retail, SGPS, SA	124,803,856
Sonaerp - Retail Properties, SA	470,239,161
Sondis Imobiliária, SA	90,342
Valor N, SA	2,719,702
Zippy - Comércio e Distribuição, SA	5,229,856
Zyevolution Investigação e Desenvolvimento, SA	676,856
	<u>2,185,728,885</u>

The Board of Directors,

Duarte Paulo Teixeira de Azevedo

Ângelo Gabriel Ribeirinho dos Santos Paupério