



Sonae SGPS, SA - Sociedade Aberta
Lugar do Espido Via Norte Apartado 1011
4471-909 Maia Portugal
Share Capital euro 2 000 000 000
Maia Commercial Registry (Nr. 14168)
Fiscal Nr. 500 273 170

REPORT OF THE BOARD OF DIRECTORS

1st HALF OF 2002

THE ECONOMIC ENVIRONMENT

The first half of 2002 was characterised by the weak performance of the world economy and the continuation of a poor outlook in the short term. Key features of this environment are a slowdown in growth rates of the main economies, resulting from the atmosphere of uncertainty and lack of confidence created by the rise in unemployment, the weak performance of equity markets and the worldwide political crisis that may impact the price of oil.

The United States economy, that normally drives the world economy, did not recover as expected. A crisis of confidence spread as reliability of financial data of companies fell and as bankruptcies occurred or companies filed for credit protection. Private consumption, the main catalyst of United States economic growth, was affected by this lack of confidence and the increase in the rate of unemployment resulting from the economic slowdown and financial scandals. The United States trade deficit reached higher levels than normal compared to GDP, which affected exchange rate markets as much as the political instability, and provoked sharp changes in cash flow movements between the major economic zones of the world.

The European economies, although less affected by the consumer confidence crisis, did not manage to take on the role of driving growth. This is because significant structural problems are still to be resolved, especially high rates of unemployment (albeit stable) and budgetary deficits, particularly in Germany.

The Portuguese economy was affected by this international environment and had low rates of growth, accelerating the economic divergence in real terms between the country and its European Union partners. Key factors explaining this poor economic performance, stagnant private consumption and the fall in investment, are the increasing public deficits, the rising rate of unemployment and of family and company debt levels. In spite of a recent slowdown in the consumer price index, the gap that separates us from the European average would indicate that the recovery of the Portuguese economy will be slow and difficult. On a more positive note, there was a fall in the foreign trade deficit that may help the economy to pick up.

The Brazilian economy also suffered the effects of the world economic slowdown and in particular of the United States economy. This, combined with the crisis in neighbouring countries with which trade levels are higher, and the uncertainty surrounding the ongoing election campaign, created economic tensions. Once again, this situation did not result in high rates of inflation but led to a sharp increase in the perceived financial risk of the country, resulting in high exchange rate instability and some of the highest interest rates in the world. This coupled with stagnant job creation and little salary growth in real terms, led to a shrinking of demand as a consequence of the drop in available income.

PORTFOLIO MANAGEMENT

The key actions that occurred in the first half of 2002 are as follows:

- On 8 February, the launch of a tender offer for the whole of the ordinary shares of Modelo Continente, SGPS, SA on the Euronext Lisbon (295,180,264 shares not owned by Sonae) at a price of 1.85 euro per share. This resulted in the purchase of 37,893,510 shares of this subsidiary at a cost of 74.7 million euro;
- At an extraordinary shareholders' meeting of Sonae Indústria, SGPS, SA, Sonae decided to withdraw its proposal to de-list the company, in view of the arguments presented by minority shareholders and the existence of alternative solutions, as announced at that time;
- The subscription, at nominal value, of the whole increase in the share capital of Sonae Capital, SGPS, SA from 100 to 150 million euro, an investment of 50 million euro;
- Subscription of the rights issue at BPI resulting in an additional investment of 8.9 million euro.

On 6 May, as part of the tender offer for the whole of the share capital of Modelo Continente, SGPS, SA not held by Sonae SGPS, SA and in addition to the purchase referred to above, 199,500,000 shares were sold to a group of institutional investors led by Banco Santander Central Hispano for 369,075,000 euro. Simultaneously, sale and purchase options for these shares were agreed. As a result of these agreements, and in accordance with generally accepted accounting principles, these shares have been kept as an asset and the sales price recorded as a liability.

In July, Sonae increased its shareholding in SonaeCom, SGPS, SA from 79.2% to 82.8% by subscribing its share capital increase from 181 to 226.25 million euro at a price of 2.25 euro per share, thus investing around 99 million euro.

INVESTMENT ACTIVITY

Each of the businesses continued with their respective investment plans, and gross investment in the first half totalled around 310 million euro, of which the highlights were:

- Sonae Indústria: an investment of 56 million euro, thus bringing to a close an investment cycle that began three years ago, with the completion of the investment in the Nettgau plant;
- Modelo Continente: 62 million euro were invested in the continuation of the investment plan. One Modelo store, 3 Modelo Bonjour stores and 7 non food retail units were opened in Portugal (increase of 7,000 m² in sales area) while in Brazil, one BIG Electroelectronic (Morumbi, São Paulo) and a new BIG hypermarket with a BIG Electroelectronic (Campinas, São Paulo), were opened with a total of an extra 9,000 m²;
- Sonae Imobiliária: investment totalled 79 million euro. The following shopping centres were opened, Parque Dom Pedro (108,000 m²) in Campinas, São Paulo, Brazil, in March, and Plaza Mayor (27,000 m²) in Malaga, Spain, in April, while development continued on several shopping centres in Spain, Italy, Germany and Greece;
- SonaeCom: an investment of 73 million euro, mainly in mobile and fixed telecommunications infrastructure.

Divestment in the period amounted to around 32 million euro. The main event was the sale of Expedis, a micro logistics company, as part of an agreement with GCT.

BUSINESS ACTIVITY¹

WOOD BASED PANELS

Consolidated turnover of Sonae Indústria was 768.3 million euro in the first half equal to that of the same period of last year. In geographical terms and compared to the first half of 2001, there were important increases in turnover in Spain, the UK, Brazil and South Africa that were offset by a drop in turnover in France and unfavourable exchange rate movements of the Brazilian Real and South African Rand. In the latter case, the increase in sales in local currency was cancelled out in euro by the exchange rate devaluation.

Operational cash flow (EBITDA) was 89.1 million euro, an increase of 27% over the same period last year. The consolidated EBITDA margin of Sonae Indústria was 11.6%, an important increase compared to the 9% recorded in the same period of 2001, and greater than that of the second half of 2001 of 11.4%.

¹ The information contained in this section of the report is a summary of the information provided by each of the businesses, except where mentioned otherwise.

The trend described in the previous paragraph varies according to the markets in which the company operates.

In Iberia, the higher profitability levels compared to the first and second halves of 2001 were due to actions taken to develop a more competitive variable cost structure.

In France, the EBITDA margin improved compared to both halves of 2001 as a result of a more competitive cost structure in the new manufacturing units despite the fact that available production capacity is still not being fully used.

In Germany, in spite of an increase in sales, the ongoing restructuring process did not allow an increase in the EBITDA margin.

In the UK, there were improvements in profitability due to a better use of production capacity, operational optimisation and a higher sales volume. This happened despite an accident involving an explosion of a drying machine that occurred in June.

In Canada, the EBITDA margin increased in value and as a percentage of sales compared to both halves of 2001 due to improved use of production capacity and better variable cost levels.

In Brazil, satisfactory profitability levels were achieved. These resulted from favourable supply conditions for wood raw material despite supply pressure caused by the opening by competitors of two new MDF lines, which affected prices, and an unfavourable exchange rate movement of the Brazilian Real against the euro, thus leading to a lower contribution of the Brazilian operation to the consolidated total.

Finally, in South Africa, good market conditions meant that margins could be held at satisfactory levels. Nevertheless the contribution in euro to the results was adversely affected by the devaluation of the Rand.

Operational profits were 12 million euro compared to 4.5 million in the first half of 2001.

The heavy investment and restructuring programme, which came to a close in 2001 with the opening of several production units, resulted in an increase in bank debt compared to the same date in 2001. Net financial charges thus increased by around 34% to 48.5 million euro in the period.

Extraordinary profits were 13.3 million euro.

The consolidated net loss after minority interests was 38.1 million euro compared to a loss of 37.6 million in the same period of 2001.

Consolidated net debt at the end of the period totalled 756.3 million euro compared to 806 million euro at the end of 2001 and 594.9 million at the end of the first half of 2001. Investment in plant and equipment was 51 million euro, a level less than that of previous six month periods.

In terms of the consolidated financial statements of Sonae SGPS, SA, Sonae Indústria contributed the following:

	Euro Million
Turnover	759.5
Operational Cash-Flow (EBITDA)	90.3
Profit/(Loss) before Minority Interests	(32.0)
Total Net Investment	49.4
Net Interest bearing Debt	756.3
Shareholders' Funds plus Minority Interests	936.0

RETAILING

Consolidated net sales of Modelo Continente amounted to 1,729 million euro in the first half of 2002, lower than in the equivalent period last year, which reflects the general environment of reduced consumption and difficult market conditions, especially in Brazil.

Portugal's share of this total was 1,107 million euro, 6% up on the same period last year. Food retail operations contributed 935 million euro, and non food retail 172 million euro, growth rates of 2% and 24%, respectively. Modelo Continente consolidated its leadership in food retail and strengthened its position in non-food retail as a result of fine tuning of retail concepts and the rapid opening of stores in main urban areas.

In Brazil, net sales totalled 1,354 million Real, lower than in the same period last year and was achieved against a background of high interest rates and great economic and political instability. The resulting sharp devaluation of the Real meant that the contribution to Modelo Continente's consolidated total was 623 million euro, 13% down on the first half of 2001.

Operational cash-flow (EBITDA) was 119 million euro and was also impacted by results in Brazil. Overall, profitability, defined as EBITDA to net sales, was 6.9%.

In Portugal, margins reached 8.3%, an increase of 0.2 p.p.. The non-food retail margin contributed significantly to this, rising from 5.9% to 7.8%.

In Brazil, margins dropped by 2.2 p.p. to 4.5% due to worsening economic and market conditions.

Given the particularly difficult conditions facing business operations in Brazil throughout the six months, net profits after minority interests of Modelo Continente were 22 million euro.

Net investment in fixed assets totalled 56.9 million euro. This was spent on 14 new stores that were opened in Portugal and Brazil, equal to an increase of 16,000 m² in sales area, of which 9,000 m² are in Brazil.

Consolidated net debt at the end of the six months was 860 million euro. This was lower than that at the end of the same period last year and demonstrates Modelo Continente's strong capability to generate cash flow, despite the significant level of investment over the last few months.

In terms of the consolidated financial statements of Sonae SGPS, SA, Modelo Continente contributed the following:

	Euro Million
Turnover	1,729.3
Operational Cash-Flow (EBITDA)	121.8
Profit/(Loss) before Minority Interests	22.9
Total Net Investment	51.2
Net Interest bearing Debt	860.5
Shareholders' Funds plus Minority Interests	407.1

SHOPPING CENTRES²

In the first half of 2002, total revenues of Sonae Imobiliária on a proportional basis totalled 268.7 million euro, an increase of 32% compared to the same period in 2001.

Of these, 156 million euro relate to operational income and rose 5.1% compared to 2001. The increase in shopping centres operational income would have been 25%, with the exclusion of Prædium, which was sold to Sonae Capital during the period.

The growth of operational income was particularly affected by an increase of 21.9% in shopping centre rents in Portugal. On a like for like basis, however, the growth was 7.5%, excluding the opening of AlgarveShopping and MadeiraShopping and the acquisition of ArrabidaShopping last year.

² Sonae Imobiliária presents its consolidated financial statements in accordance with International Accounting Standards. The financial data contained in this section of the report, relating to 2002 and 2001, are in agreement with these standards. In the Sonae SGPS, SA consolidated financial statements, this business continues to be reported using Portuguese accounting standards (POC). As a result the figures shown at the end of this section differ from those shown by Sonae Imobiliária.

Indirect income from investments, that reflects the change in value of properties invested in, rose to 112.7 million euro. This increase was mainly due to an increase in the value of properties in operation at the end of 2001 (52.6 million euro) and the value added by the opening of shopping centres since then (60.1 million euro), particularly Parque Dom Pedro, Campinas in the State of São Paulo, Brazil, and Plaza Mayor, Malaga, Spain.

Net financial charges were 19.3 million euro, more than doubling those of the same period last year, as a result of the extra financial resources needed to continue with the ambitious ongoing investment programme, and of exchange rate differences in Brazil, totalling around 8.4 million euro.

Net profits after minority interests were 92 million euro compared to 55.4 million euro in the first half of 2001.

In Portugal, the performance of those assets owned or co-owned by Sonae Imobiliária (12 shopping centres, 3 galleries and 1 retail park) was positive with visits and sales showing growth of 13.2% and 18.9%, respectively, compared to 2001. On a like for like basis, the figures were 0.8% and 7%. The occupancy rate of the above portfolio reached 96.2% of Gross Lettable Area (GLA).

In the Development activity, the following should be noted: the announcement of the start of construction of the Coimbra Retail Park in September this year; the granting of construction licences for Parque Açores in April and for Estação Viana in September.

In Spain, the highlights were the opening of Plaza Mayor in Malaga on 18 April with around 27,000 m² of GLA, the announcement of the opening of the Avenida M40 shopping and leisure centre in Madrid in October 2003 and two new projects for shopping and leisure centres (25,812 m²) in Pinto, near Madrid, and in Toledo (35,000 m²), both in partnership with the Eroski Group.

At the end of July, Sonae Imobiliária and ING Real Estate Asset Management agreed the terms of a joint venture for the ownership of five shopping and leisure centres in Spain (4 in operation and one under construction) that in total will have a GLA of around 226,700 m². These shopping centres are now managed by Sonae Imobiliária, thus doubling the area under management and more than trebling the number of contracts with tenants. The agreement meant an investment of around 137 million euro for Sonae Imobiliária.

The shopping and leisure centre management business in Spain showed a favourable trend with growth rates of 36.6% and 68.8% in visits and sales, respectively. On a like for like basis, these rates were 4.4% and 27.2%.

In Brazil, the Parque Dom Pedro in Campinas (São Paulo state), the biggest shopping and leisure centre in Latin America, was opened on 18 March, representing an investment of around 100 million euro. This was the main factor behind a doubling of GLA under management in Brazil, which currently stands at around 220,351 m² as well as a growth of 42.5% in total rents in Brazil. On a like for like basis, the growth was 9.6%.

Emphasising the favourable business trend in shopping and leisure centres under management in Brazil, tenant sales in local currency grew 37.6%. On a like for like basis, the growth was 0.6%.

In other European markets, particularly in Greece, Germany, Italy and Austria, development continued on projects on hand as well as the search for new investment opportunities. In particular, agreement was reached to develop the following: the Pylea centre, (47,095 m²) in Salonica, Greece; the shopping and leisure centre Vienna Mitte (25,000 m²), in Vienna, Austria; 3DO (55,000 m²) in Dortmund, Germany; and the Brescia Centre (29,000 m²), in Brescia, Italy.

SPEL, the Sonae Imobiliária company that specialises in car park management, had a turnover of 2.9 million euro in the period, 31.4% up on the same period last year. This significant growth was the result of the opening of new car parks (4 parks in Porto, 2 parks and 1 park metre zone in Matosinhos, 1 park in Viseu, 1 park in Lisbon and a park metre zone in Portimão). With the opening of the above, Spel now manages 19 car parks and park metre zones, with a total of 16,068 spaces.

In terms of the consolidated financial statements of Sonae SGPS, SA, Sonae Imobiliária contributed the following:

	Euro Million
Turnover	112.5
Operational Cash-Flow (EBITDA)	34.0
Profit/(Loss) before Minority Interests	8.9
Total Net Investment	75.9
Net Interest bearing Debt	332.5
Shareholders' Funds plus Minority Interests	246.7

TELECOMMUNICATIONS

SonaeCom's turnover for the first half of 2002 was 381 million euro, a growth of 15% compared to the same period last year. This was the result of an increase of 7% in the turnover of Optimus and strong increases at Novis and Clix.

Operational cash flow (EBITDA, including capitalisation of publicity and marketing costs and deferral of subscriber acquisition costs) was 39.1 million euro in the half year, almost doubling that of the first half of last year.

The net loss after minority interests was 38.1 million euro, compared to 32 million euro in the same period last year. Besides operating amortizations and provisions, the net result was affected by extraordinary provisions for financial investments.

Consolidated investment (excluding costs capitalised) was 64 million euro. Of this, 43 million euro was invested in mobile infrastructure and 17 million euro in fixed infrastructure.

Consolidated net debt grew during the period by 59 million euro, reaching a total of 572 million euro at the end of the period.

Operating Review

Mobile Communications

During the period Optimus increased its customer base by 85 thousand, reaching a total of 2 million subscribers in little more than three and a half years of operation. When compared with the same period last year, the growth was 21%, equal to an increase of 350 thousand customers.

The turnover of Optimus during the period was 299 million euro, an increase of 7%. Operational cash flow (EBITDA, including the capitalisation of publicity and marketing costs and the deferral of subscriber acquisition costs) was 53 million euro in the period, compared to 47 million euro in the same period last year, a growth of 13%.

The average revenue per customer (ARPU) was 24.4 euro during the period, down on that recorded in previous six month periods. This fall in ARPU can be explained by the fact that ANACOM (the Portuguese telephone regulator) announced new tariffs for traffic between mobile operators that came into effect during the second quarter of 2002, and also by the reduction of fixed to mobile interconnection tariffs.

In the first half of 2002, the shareholders of Optimus approved a 100 million euro increase in share capital, 30% of which was paid up.

Fixed Communications

Novis increased its active customer base by 143 thousand in the period, doubling that in the same period last year. This was focused especially on small and medium sized companies through the offer of integrated telecommunication services with greater added value. The number of direct accesses installed was 1,627 at the end of June, more than double that of the same period last year, and up 28% over the previous quarter. For the third quarter running, Novis stood out as the leader among new operators in the small and medium size company segment with a market share of 7.3% in the quarter and 7.9% in the six month period.

Novis' turnover in the first half of 2002 was 76 million euro with an 82% growth over the first half of 2001. Besides the increase in turnover, the improvement in operational profitability was noteworthy. Operational cash flow (EBITDA, including the capitalisation of publicity and marketing costs and the deferral of subscriber acquisition costs) continued to be negative but improved over the same period last year with a positive trend during the first half of 2002. This was possible due to measures taken to contain costs, improve business processes and increase the overall efficiency of the organisation.

Internet and Media

In spite of broadband access competition and the lower rate of increase in Internet penetration, Clix strengthened its leadership position as an Internet access provider to the residential market and increased total network traffic by 4%.

Clix's turnover in the period was 17 million euro. This figure is not comparable with last year since from August 2001 onwards, Internet access providers receive 100% of traffic income, instead of 35% previously.

The turnover of Público was 17 million euro, similar to that of the first half of 2001. Average daily circulation in the period was 53.4 thousand copies, a slight increase over the same period last year. This increase helped to offset the negative impact of the current crisis in publicity and advertising sales.

In terms of the consolidated financial statements of Sonae SGPS, SA, SonaeCom contributed the following:

	Euro Million
Turnover	365.2
Operational Cash-Flow (EBITDA)	36.9
Profit/(Loss) before Minority Interests	(49.5)
Total Net Investment	64.4
Net Interest bearing Debt	567.4
Shareholders' Funds plus Minority Interests	499.8

SONAE CAPITAL

The consolidated turnover of Sonae Capital (including Sonae Turismo and Prædium) during the period was 144 million euro.

Operational cash flow during the period amounted to 2.3 million euro.

The consolidated net loss after minority interests was 9.8 million euro.

Tourism

As stated in the 2001 earnings press conference, the tourism sector businesses are now part of Sonae Capital.

Turnover in aggregate terms, that includes businesses in which a minority shareholding is held and those considered immaterial, was 55 million euro compared to 45 million in the same period last year.

The travel agency area was the biggest contributor to Sonae Turismo's turnover. Its share of total turnover was 38.5 million euro, a growth of 68% over the first six months of 2001. This was mainly due to the inclusion of Equador (a company acquired in 2001) with a turnover of 14.3 million euro. The business and leisure segments behaved in different ways. The former had a fall in turnover of 11% resulting from the slowdown in economic activity and lower demand for air transport and accommodation. The latter on the other hand increased by 26% partly because of the opening of 5 new stores in the period and the good performance of stores located in shopping centres.

Hotels recorded turnover of about 8 million euro, a slight decrease compared to the 8.2 million euro in the first half of 2001. This can be explained by the general fall in occupancy rates with the exception of hotels located in Lagos (Aqualuz and Meia Praia).

Solínca Health Club's turnover was 2.4 million euro, up 48% on the same period last year, mainly as a result of the opening, in the second half of last year, of new clubs at the Vasco da Gama Shopping Centre and in Braga. Work continued on the next Solínca Health Club, in Malaga, Spain, the first outside Portugal.

Taking into account all the businesses of Tourism and in aggregate terms, operational cash flow (EBITDA) showed a positive trend with an inflow of 0.1 million euro compared to the 1.1 million euro outflow in the same period of 2001.

Similarly, the net loss was 7 million euro. This includes costs for ongoing project management and the increase in financial charges resulting from the purchase of Palmares and Soltroia. Nevertheless, this result was an improvement of around 18% compared to the same period last year.

The completion of the last part of the investment at Palmares should also be noted, totalling 11.1 million euro.

Residential Housing

Prædium is the company of the Sonae Group dedicated to building and selling residential property to high income consumers and was purchased by Sonae Capital from Sonae Imobiliária. The keys of apartments of Torre São Gabriel in Lisbon and Edifício Seda in Matosinhos were handed over to owners during the period. 69 of a total of 78 of the apartments in Matosinhos have already been sold.

Construction continued on the second residential building (Edifício Sedas II) of the Quinta das Sedas project with 30 of the 80 apartments already sold.

There were a number of developments relating to other ongoing projects. One was the issue of a construction licence for Torre São Rafael in Lisbon. Another was the finalisation of plans for the licensing of the third building at Quinta das Sedas. Finally, work continued to obtain the necessary licences for the D. João V building in Lisbon and for which a response is awaited from the City Council.

Prædium now manages 19 residential apartment condominiums as a result of a decision taken to strengthen business activity in this area.

Joint Ventures and Venture Capital

	<u>Shareholding</u>	<u>Turnover</u>	Million euro <u>Net Profit/</u> <u>(Loss)</u>
ba Vidro	49.9%	88.9 ¹	3.1
Grupo Selfrio	35.0%	17.2	1.7

The consolidated turnover of **ba Vidro** grew by around 15% compared to the same period last year to 89 million euro. The key factor explaining this improvement was an increase in exports. Operational cash flow (EBITDA) was 22 million euro, 29% up on the same period last year. Consolidated net profit was 3.1 million euro, eight times higher than the 417 thousand euro profit in the first half of 2001.

The **Selfrio** Group's turnover was 17 million euro in the period and the net profit was around 1.7 million euro. The profit was less than that of the same period last year because of the unfavourable economic conditions.

¹ These figures are not included in consolidated turnover since the companies involved were accounted for using the equity method.

Construction, Energy and Engineering

	<u>Shareholding</u>	<u>Turnover</u>	Million euro <u>Net Profit/</u> <u>(Loss)</u>
Contacto	100%	42	0.6
Cinclus	100%	6.6	0.4
TP ²	48.5%	14	(0.09)

The turnover of **Contacto** was 42 million euro, which was much lower than that of the same period last year, due to the strategic repositioning of the company in the civil construction business.

As a result of this, profitability was given priority and this has already brought improvement in operational profitability during the period with an operational cash flow (EBITDA) of 803 thousand euro and a net profit of 630 thousand euro.

Cinclus, whose business activity is project management and control, continued the good performance already recorded in 2001, with a growth in turnover of 29%. Net profits were 378 thousand euro compared to 248 thousand euro in the same period last year.

Sociedade Térmica Portuguesa – TP² is a company set up in partnership with Endesa for developing co-generation and renewable energy projects. Its turnover in the first half of 2002 was 14 million euro and a net loss of 85 thousand euro was recorded. In the first half of 2002, TP's business was adversely affected by bureaucratic delays in establishing the new statutory framework for co-generation.

Auto Sector²

	<u>Shareholding</u>	<u>Turnover</u>	Million euro <u>Net Profit/</u> <u>(Loss)</u>
Carplus	50%	6	(0.2)
Finlog	50%	15	(0.055)
Guérin	50%	7.7	(2.7)
Spel Auto	50%	2.9	(0.8)

Turnover of **CarPlus** in the six months was 6 million euro, slightly down on the same period last year. A net loss was again made but there was some improvement due to higher operational profitability and lower cost levels. The loss was 0.2 million euro compared to the 1 million euro loss last year in the same period.

Finlog's turnover was 15 million euro in the six months, a growth of 17%. Total capital invested up to 30 June 2002 was around 37 million euro, about equal to the same period last year while the number of leasing contracts stood at 4,110, an increase of 2%.

² Companies excluded from consolidation

Guérin had a turnover of around 7.7 million euro compared to 7.2 million euro in the first half of 2001.

Spel Auto had a turnover of 2.9 million euro, which was lower than that in the same period last year. Despite some improvements in margins compared to the first half of 2001, there was still a net loss made for the first six months.

Logistics and Services

	<u>Shareholding</u>	<u>Turnover</u>	Million euro <u>Net Profit/</u> <u>(Loss)</u>
Logistics	100%	19	(0.03)
MDS ³	100%	1.5	0.5

Aggregate turnover for the **logistics activity** (includes Invicta, Boxlines, Star Transportes, Sontrade Lines and Interport Logistics) was around 19 million euro, similar to that achieved in the same period last year. It should be noted that 70% of this figure relates to business outside the Sonae Group. Operational cash flow was 231 thousand euro, which was lower than last year. A net loss was again made but significant improvement was noted.

MDS, the Sonae Group's insurance broker, had a turnover in the six months of 1.5 million euro, 28% up on the same period last year. Net profit totalled 471 thousand euro compared to 344 thousand euro in the same period of 2001.

In terms of the consolidated financial statements of Sonae SGPS, SA, Sonae Capital (including Sonae Turismo and Prædium) contributed the following:

	Euro Million
Turnover	110.6
Operational Cash-Flow (EBITDA)	0.2
Profit/(Loss) before Minority Interests	(11.0)
Total Net Investment	27.1
Net Interest bearing Debt	100.3
Shareholders' Funds plus Minority Interests	303.2

³ A company excluded from consolidation

FINANCIAL STRUCTURE

The level of investment has decreased significantly as a result of the need to adapt expansion plans to the economic situation that has led to a slowdown in investment in the main markets where Sonae operates. While net investment totalled 500 million euro in the first half of 2001, this figure fell to 278 million euro in the six months just ended, of which 193 million euro was spent in the first quarter and 85 million euro in the second.

Net consolidated debt was 3,528 million euro as at 30 June 2002, the same level as at the end of 2001. The cash flow generated during the period was sufficient to finance net investment. The debt level was higher than that at the end of the first half of 2001 at a time when investment levels were still high, as explained above.

Gearing moved from around 188% at the end of 2001 to 239% at the end of June. This was mainly due to a drop in equity caused by the losses recorded, the impact of exchange rate depreciation (especially the Brazilian Real) on consolidated net assets (around 101 million euro) and by the write off of goodwill on acquisitions during the first half of the year (63 million euro).

The interest cover ratio was 2.4 x in the period, similar to that of the first half of 2001 (2.5 x). The same trend is shown in the ratio of net debt to annualised operational cash flow (EBITDA), which was 5.6 x in both periods.

As in 2001, goodwill was written off against reserves. If this write off had not been booked, equity at 30 June 2002 would have been higher by 833 million euro and depreciation for the period by 35 million euro.

PROFITABILITY

Consolidated turnover for the period was 3,084 million euro, a slight increase over the same period of 2001. This was the result of offsetting factors: on the one hand there were significant increases in sales in the Telecommunications and Tourism sectors while slight falls were recorded in the other businesses.

Consolidated operating profits were 59 million euro, a marginal decrease over the same period last year. The main reason was a relative increase in depreciation levels with the completion of a major part of the investment programme in the last quarter of 2001.

On the other hand, operational cash flow (EBITDA) of the period was 276.8 million euro, nearly 13% higher than that in the first half of 2001. The main factors involved here were the recovery of operational margins in the Wood Based Panels business and operational cash flow improvement in telecommunications, particularly mobile telecommunications.

Net financial charges of the period were 121.4 million euro compared to 82.9 million euro in the first half of 2001 and was the result of the increase in debt levels, to finance investment projects mostly concluded in 2001, and the impact of exchange losses arising, in particular, from the devaluation of the Brazilian Real.

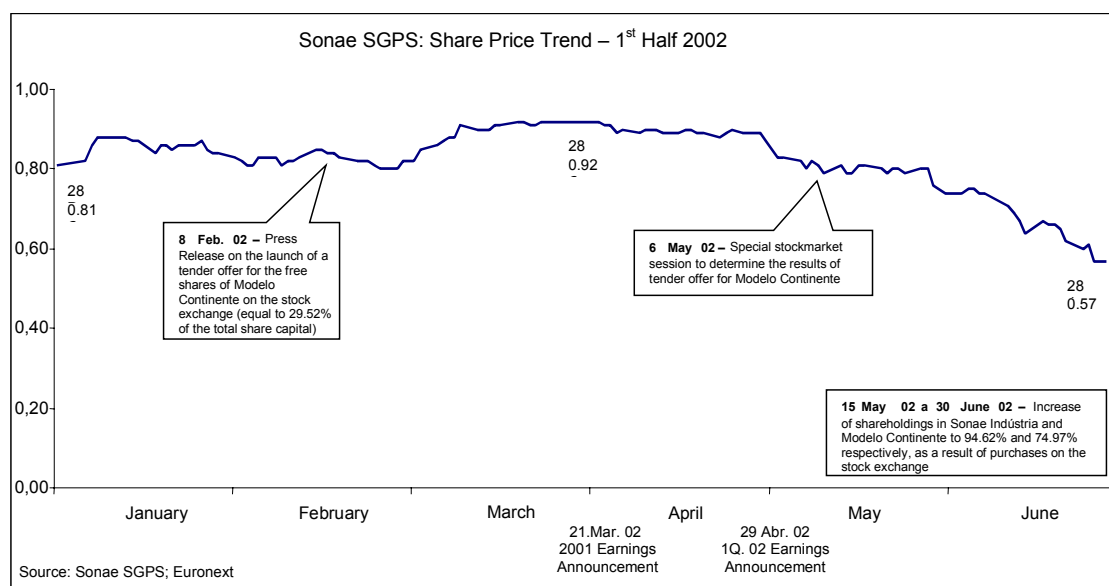
A consolidated net loss before minority interests of 63 million euro was recorded, which was without question a deterioration compared to the 14 million euro profit in the first half of 2001. An important point to note is the fact that there were net extraordinary losses in the period of 4 million euro, which compares to net extraordinary profit of almost 40 million euro in the first half of 2001. In this period, the main impact were the provisions for doubtful debts and financial investments made by the Telecommunications business that were not offset by profits on the sale of financial investments, which was the case in 2001 with the sale of the Soporcel shareholding. Also to be noted is the fact that no profit has been included resulting from the sale of 19.95% of the share capital of Modelo Continente, SGPS, SA to a group of institutional investors led by Banco Santander Central Hispano. This is because, in accordance with generally accepted accounting principles, any profits may only be recorded as and when options for the purchase and sale of those shares cease to exist, thus making the sale irreversible.

The consolidated net loss after minority interests for the period was 51.6 million euro.

CORPORATE GOVERNANCE

There were no significant changes during the period to the guidelines described in the Report of the Board of Directors for the year 2001.

SHARE PRICE PERFORMANCE



The first half of 2002 accentuated further the generalised fall in worldwide equity markets and reflects increasing uncertainty as to the recovery of the major economies. The Portuguese stockmarket behaved in the same way as other European exchanges in a highly volatile and bearish market.

The Sonae share closed at 0.81 euro on 28 December 2001, reached its maximum of the year on 28 March 2002 (0.92 euro) and closed on 28 June at the lowest value of the six months at 0.57 euro. This is equivalent to a nominal devaluation of around 30% in the six months, compared to a 13% fall for the market as measured by the PSI 20 index.

OWN SHARES

During the first half of 2002, the company neither purchased nor sold own shares. Thus, the company held either directly or indirectly 121,165,754 shares (6.058% of the total number of shares) with an average cost per share of around 1.14 euro.

OUTLOOK

Currently the economic outlook is highly uncertain and severely limits the options open to business. Recently, expectations of an economic recovery have been lowered, and it is likely that recovery will take longer than had been hoped for at the beginning of the year.

Nonetheless, business has to continue under less favourable circumstances and adapt its strategies accordingly.

In almost all the Sonae Group businesses with the exception of shopping centres, investment has been revised downwards. The goal is to align supply with demand, focusing heavily on profitability levels of existing assets by strengthening value proposals and continuing to rationalise costs and improve business processes.

In business sector terms, moves towards consolidation in the telecommunications and wood based panels businesses can be expected, particularly at the European level. We are aware of these possibilities and confident of finding the best solutions to add value for our shareholders.

Maia, 10 September 2002

The Board of Directors

euro

Assets	02.06.30		01.06.30	
	Assets	Depreciation & Provisions	Net Assets	Net Assets
Fixed Assets				
Intangible assets:				
Start-up costs.....	338,226,382	164,853,400	173,372,982	219,064,541
Research and development costs.....	74,038,695	36,472,231	37,566,464	33,212,848
Patents and other similar rights.....	19,491,174	10,622,046	8,869,128	7,789,155
Premiums paid for property occupation rights.....	14,890,163	6,578,965	8,311,198	3,983,581
In progress.....	148,383,712		148,383,712	151,804,140
Advances.....				186,287
	595,030,126	218,526,642	376,503,484	416,040,552
Tangible assets:				
Land.....	425,911,964	2,634,246	423,277,718	409,884,012
Buildings.....	1,861,753,485	288,755,060	1,572,998,425	1,313,803,213
Plant and machinery.....	3,003,060,336	1,193,199,633	1,809,860,703	1,464,395,860
Vehicles.....	47,467,713	38,659,457	8,808,256	10,999,279
Tools.....	10,762,976	8,076,482	2,686,494	2,973,953
Fixtures and fittings.....	383,241,750	133,252,646	249,989,104	178,544,143
Containers.....	273,719	264,772	8,947	17,568
Others.....	48,092,763	30,497,500	17,595,263	26,561,633
In construction.....	234,415,436		234,415,436	746,630,374
Advances.....	35,317,390		35,317,390	58,621,767
	6,050,297,532	1,695,339,796	4,354,957,736	4,212,431,802
Investments:				
Shares in related (including associated) undertakings.....	194,892,312	58,044,754	136,847,558	139,183,992
Loans to related (including associated) undertakings.....	83,860,360	15,830,201	68,030,159	82,642,977
Shares in other undertakings.....	247,929,280		247,929,280	105,606,093
Other investments other than loans.....	77,829,566	275,861	77,553,705	135,565,669
Loans to other undertakings.....	624,173		624,173	586,207
In progress.....	616,354		616,354	
Advances.....	1,832,297		1,832,297	12,755,487
	607,584,342	74,150,816	533,433,526	476,340,425
Current Assets				
Stocks:				
Raw materials and consumables.....	123,499,140	6,546,411	116,952,729	128,271,348
Work in progress.....	49,233,674		49,233,674	69,322,358
By-products.....	10,987,601		10,987,601	7,236,335
Finished goods.....	90,751,969	2,342,743	88,409,226	94,910,031
Goods for resale.....	466,143,099	9,384,329	456,758,770	478,121,494
Payments on account.....	417,910		417,910	94,059
	741,033,393	18,273,483	722,759,910	777,955,625
Debtors: Amounts falling due after more than one year:				
Trade debtors.....	1,219,342		1,219,342	
Doubtful debtors.....	358,677	358,677		
Related undertakings.....	101,176		101,176	
Advances to trade creditors.....				142,173
Taxes recoverable.....	29,397,464		29,397,464	23,979,056
Other debtors.....	48,201,788	66,999	48,134,789	79,981,710
	79,278,447	425,676	78,852,771	104,102,939
Debtors: Amounts falling due within one year:				
Trade debtors.....	484,779,020	6,641,641	478,137,379	413,914,235
Bills receivable.....	47,573,064	1,332	47,571,732	53,593,474
Doubtful debtors.....	95,998,001	90,614,832	5,383,169	1,874,471
Related undertakings.....	49,823,698		49,823,698	45,906,485
Other shareholders.....	45,682		45,682	181
Advances to trade creditors.....	5,029,028		5,029,028	7,007,413
Advances to fixed assets suppliers.....	2,104,525		2,104,525	3,191,216
Taxes recoverable.....	145,290,500		145,290,500	117,207,725
Other debtors.....	159,168,240	14,984,138	144,184,102	169,360,543
	989,811,758	112,241,943	877,569,815	812,055,742
Short term investments:				
Other negotiable instruments.....	102,247,999	148,639	102,099,360	89,864,315
Other.....	40,588,178		40,588,178	3,679,333
	142,836,177	148,639	142,687,538	93,543,649
Banks and cash				
Banks.....	376,248,503		376,248,503	355,872,904
Cash.....	4,258,719		4,258,719	3,182,683
	380,507,222		380,507,222	359,055,587
Accrued Income and Prepayments				
Accrued income.....	277,488,749		277,488,749	264,093,577
Prepayments.....	310,827,085		310,827,085	291,203,785
	588,315,834		588,315,834	555,297,362
Total depreciation		1,913,866,438		
Total provisions		205,240,557		
Total Assets	10,174,694,831		8,055,587,836	7,806,823,682

The Board of Directors

Shareholders' funds minority interests and liabilities	02.06.30	01.06.30
Shareholders' funds		
Called up share capital.....	2,000,000,000	2,000,000,000
Own shares - nominal value.....	-121,165,754	-109,551,000
Own shares - premium.....	-17,948,289	-23,194,306
Post acquisition share of accumulated reserves of associated undertakings.....	6,286,163	10,907,404
Revaluation reserve.....	64,353,847	64,353,847
Other reserves:		
Legal reserve.....	150,629,362	150,629,362
Other reserves and retained earnings.....	-1,377,388,926	-1,107,650,777
	704,766,403	985,494,530
Loss for the financial year	-51,585,423	18,490,675
Total Shareholders' funds	653,180,980	1,003,985,205
Minority interests	820,386,703	812,962,668
Liabilities		
Provisions for liabilities and charges:		
Pension provisions.....	22,504,927	22,859,288
Tax provisions.....	571,847	488,179
Other provisions.....	74,715,163	66,530,651
	97,791,937	89,878,118
Creditors: amounts falling due after more than one year:		
Bonds:		
Non convertible.....	399,216,326	430,791,676
Bank Loans.....	2,237,637,645	1,747,622,297
Trade creditors.....	2,924	4,198
Fixed assets suppliers - Bills payable.....		223,551
Related (including associated) undertakings.....	39,071,344	54,553,660
Other loans.....	104,694,752	143,211,463
Fixed assets suppliers.....	31,496,081	33,440,570
Taxes and contributions payable.....	11,087,867	20,827,318
Other creditors.....	441,473,426	78,123,149
	3,264,680,365	2,508,797,882
Creditors: amounts falling due within one year:		
Bonds:		
Non convertible.....	41,195,529	
Bank loans and overdrafts.....	1,265,099,019	1,284,859,865
Advances on account of sales.....	6,601,002	23,991,771
Trade creditors.....	706,805,645	680,688,301
Accruals - invoices.....	79,829,494	47,964,706
Bills payable.....	27,241,757	36,817,495
Fixed assets suppliers - Bills payable.....	2,433,038	3,408,254
Related (including associated) undertakings.....	86,734,801	82,650,160
Other related undertakings.....	28,806,512	262,942
Advances from trade debtors.....	4,914,038	6,865,065
Other loans.....	3,412,106	19,468,313
Fixed assets suppliers.....	83,740,939	262,775,876
Taxes and contributions payable (including income tax).....	106,992,162	81,989,955
Other creditors.....	157,692,854	368,306,985
	2,601,498,896	2,900,049,688
Accruals and Deferred Income		
Accruals.....	430,549,577	371,399,346
Deferred income.....	187,499,378	119,750,775
	618,048,955	491,150,121
Total Liabilities	6,582,020,153	5,989,875,808
Total Shareholders' funds, minority interests and liabilities	8,055,587,836	7,806,823,682

Consolidated profit and loss account for the six month period ended 30 June 2002

euro

	02.06.30		01.06.30	
Charges				
Cost of goods sold and materials consumed:				
Goods.....	1,440,916,093		1,485,388,716	
Materials.....	333,989,886	1,774,905,979	366,766,589	1,852,155,305
External supplies and services.....		760,186,478		739,633,807
Staff costs				
Wages and salaries.....	314,747,184		304,150,873	
Social costs:				
Pensions.....	2,294,786		2,884,212	
Others.....	97,132,496	414,174,466	93,074,357	400,109,442
Depreciation and amortisation of tangible and intangible fixed assets.....	192,590,406		165,825,518	
Provisions.....	25,026,413	217,616,819	16,543,121	182,368,639
Taxes, excluding income taxes.....	23,407,936		23,327,130	
Other operating charges.....	5,011,166	28,419,102	4,133,451	27,460,581
(A)				
Depreciation and provision for investments.....	3,952,399	3,195,302,844	51,308	3,201,727,774
Interest and similar charges:				
Related undertakings.....	352,972		280,292	
Others.....	172,441,025	176,746,396	132,303,442	132,635,042
(C)				
Share of losses in associated undertakings.....		3,372,049,240		3,334,362,816
Extraordinary charges.....		2,185,148		967,230
		64,574,107		45,063,281
(E)				
Income taxation:				
Current tax.....	19,789,591		17,829,471	
Deferred tax.....	-19,478,992	310,599	-11,064,254	6,765,217
(G)				
Profit attributable to minority interests.....		3,439,119,094		3,387,158,544
Profit for the financial period.....		-11,453,160		-4,344,915
		-51,585,423		18,490,675
		3,376,080,511		3,401,304,304
Income				
Sales:				
Goods.....	1,794,307,997		1,848,321,436	
Products.....	756,871,864		754,396,165	
Services rendered.....	533,028,773	3,084,208,634	458,432,336	3,061,149,937
Change in stocks of finished goods and work in progress.....		-3,296,355		17,278,152
Own work capitalised.....		39,457,579		58,168,341
Supplementary income.....	121,307,933		115,767,956	
Trading subsidies.....	499,457		335,221	
Other operating income.....	12,337,535	134,144,925	12,378,538	128,481,715
(B)				
Dividend Income:		3,254,514,783		3,265,078,145
Other undertakings.....	11,676,257		9,696,907	
Investment income:				
Related undertakings.....	638,355		2,694,715	
Others.....	402,612		1,615,399	
Other interest and similar income:				
Related undertakings.....	3,027,313		2,929,500	
Others.....	39,569,957	55,314,494	32,775,728	49,712,249
(D)				
Share of profits in associated undertakings.....		3,309,829,277		3,314,790,394
Extraordinary income.....		5,863,783		1,668,434
		60,387,451		84,845,476
(F)				
		3,376,080,511		3,401,304,304
Summary				
Operating profit: (B) - (A) =		59,211,939		63,350,370
Net financial charges: [(D) - (B)] - [(C) - (A)] =		-121,431,902		-82,922,793
Profit on ordinary activities: (D) - (C) =		-62,219,963		-19,572,423
Profit before taxation: (F) - (E) =		-62,727,984		20,910,990
Profit for the financial year before minority interests: (F) - (G) =		-63,038,583		14,145,760

The Board of Directors

SONAE - SGPS, S.A.

Notes to the Consolidated Financial Statements

NOTE 0. PRINCIPAL ACCOUNTING POLICIES

The consolidated financial statements have been prepared in accordance with Portuguese accounting principles, consolidation methods and rules, as required by the Official Chart of Accounts and taking into account changes introduced by Decree-Law nr. 238/91, of 2 July 1991.

A summary of the more important group accounting policies, used in the preparation of these consolidated financial statements, is set out below:

(a) Basis of accounting

The consolidated financial statements are prepared in accordance with the historical cost convention, modified by the revaluation of tangible fixed assets, which include successive legal revaluations as well as market revaluations, as explained in note 41.

(b) Basis of consolidation

The consolidated financial statements include the company and all its affiliated undertakings. The results of affiliated undertakings acquired or disposed of during the year are included in the consolidated profit and loss account from the date of their acquisition or up to the date of their disposal. Consolidation adjustments are made, where necessary, to conform to the Group's accounting policies. Inter-group balances, transactions and profits are eliminated.

(c) Fixed assets investments

Investments in affiliated undertakings not consolidated in accordance with art. 4 of Decree- Law nr. 238/91 and in other undertakings are stated at cost.

Undertakings in which the Group has holdings between 20% and 50% and is able to exercise significant influence are accounted for as associated undertakings. The group's share of profits and losses for the year of associated undertakings is included in the consolidated profit and loss account in the captions "share of profits and losses in associated undertakings". The group's share of their net assets is included in the consolidated balance sheet in the caption "Investments - shares in related (including associated) undertakings". Where the amounts involved are significant, consolidation adjustments are made to conform to the group's accounting policies. Balances, transactions and profits with associated undertakings are eliminated proportionally on consolidation.

(d) Short term investments

Short-term investments are stated at cost including related purchase expenses.

(e) Tangible fixed assets

Tangible fixed assets are stated at purchase cost (including costs of acquisition) or valuation. Valuations are either calculated using general purchasing indices allowed by Portuguese fiscal legislation or are based on independent market valuations, as explained in note 41.

Investment grants received or receivable that relate to specific assets are treated as deferred income, which is then credited to the profit and loss account over the useful life of the related asset. Non-specific grants are credited to the profit and loss account when received.

(f) Depreciation

Depreciation is calculated on a straight-line monthly basis over the expected useful lives of the related assets. The principal annual rates used are:

	%
Buildings	2
Plant and machinery	6.6 - 10
Vehicles	20
Fixtures and fittings	10
Intangible assets	20

(g) Patents and other similar rights

Patents and other similar rights are stated at cost and amortised over the lower of the useful and legal life of the related assets.

(h) Premiums paid for property occupation rights

Premiums paid for property occupation rights represent the excess of the fair value of the consideration given over the fair value of the net assets acquired and are amortized over five years.

(i) Goodwill arising on consolidation

Goodwill on consolidation is calculated at the date of acquisition of investments in related and associated undertakings, as the difference between the consideration paid and the value attributable to the net assets acquired. Goodwill is then written-off against "Other Reserves".

(j) Capitalisation of interest expense

Interest expense directly related to specific assets is capitalised until the respective assets become operational and amortised according to rates defined in paragraph (f) above.

(k) Start-up, research and development costs

Start-up, research and development costs directly related to specific commercial projects are capitalised provided that estimated future income exceeds costs already incurred including future production, distribution and administrative costs. The costs capitalised are written off over a period of 5 years.

Costs incurred before the opening of each new store are disclosed under the caption Start-up Costs, provided that they exceed related income.

(l) Stocks

Stocks are stated at the lower of cost and net realisable value. In general, cost is determined on a moving average basis using the following methods:

Raw materials and goods for resale

- Purchase cost including transport and handling;

Work in progress and finished goods

- All costs relating to work in progress;
- All direct expenditures and an allocation of production overheads based on normal levels of activity;

Goods for resale

- average purchase cost.

(m) Assets and liabilities denominated in foreign currencies

Assets and liabilities denominated in foreign currencies are translated to Euro at the rates of exchange at each balance sheet date. Where foreign currency balances at the year end are covered by forward exchange contracts the contract rate is used for currency conversion. The assets and liabilities of foreign affiliated undertakings are translated at year-end market rates. The statements of profit and loss of foreign affiliated undertakings are translated at the average exchange rate for the year. Exchange differences arising on the translation of opening net investments in foreign affiliated undertakings are taken to reserves.

The exchange rates used to translate the financial statements of foreign affiliated undertakings to Euro are set out in note 24

(n) Minority interests

The proportion of shareholders' funds held by third parties in affiliated undertakings included on consolidation is shown as minority interests in the consolidated balance sheet.

The share of the results for the year that relate to third party participation are shown as profit attributable to minority interests and are deducted from the Group's results.

(o) Income tax

Income tax for the six month period is based on the taxable income of each individual company calculated in accordance with Portuguese Tax Regulations. Deferred taxes are accounted for when material.

Deferred taxes, when material, are calculated using the balance sheet method based on temporary differences, being differences between the carrying value of an asset or liability and the amount attributed to it for tax purposes.

Deferred tax assets and liabilities are calculated and annually revalued using tax rates expected to apply in the periods when the temporary differences are expected to revert.

Deferred tax assets arising from tax losses carried forward are only recorded if there is a reasonable expectation that taxable profits will be generated in the future that are sufficient to use existing tax losses.

(p) Leasing

Leased assets and their corresponding liabilities are included in the balance sheet in accordance with Portuguese accounting standard nr 10.

(q) Provisions

Provisions are made whenever an estimated loss is expected to arise.

The Portuguese Official Chart of Accounts requires the inclusion of a standardised set of notes to the accounts with a predefined numbering system. In these consolidated financial statements only the notes that are applicable are included, although the standard numbering has been retained. As a result the following numbers are not used:

Note 5. Companies accounted for by the proportional method
 Note 8. Circumstances in which consolidated accounting principles are not appropriate
 Note 9. Exceptions to normal accounting principles applied to the consolidation financial statements
 Note 12. Consolidation adjustments not made as considered insignificant
 Note 13. Events occurring after the date of the financial statements
 Note 15. Use of accounting policies or valuation methods different from those defined for consolidation
 Note 16. Exceptional adjustments made exclusively for tax purposes
 Note 17. Goodwill on consolidation being depreciated over more than five years
 Note 19. Significant differences between accounting and market values of current assets
 Note 20. Use of accounting policies and valuation methods by associated undertakings different from those used on consolidation
 Note 21. Financial commitments not included in the consolidated balance sheet
 Note 26. Depreciation over more than five years of premiums paid for property occupation rights
 Note 29. Extraordinary depreciation and provisions made exclusively for tax purposes
 Note 30. Differences between cost of current assets and related market values
 Note 31. Current asset values below the lower of cost and market value
 Note 32. Extraordinary provisions in relation to current assets
 Note 35. Differences between amounts owing and corresponding amounts received
 Note 37. Effect on results for the year of the use of valuation methods in order to obtain fiscal advantages
 Note 40. Advances and loans guaranteed to members of the boards of the holding company
 Note 43. Comments on contents of the accounts which are not comparable with previous years
 Note 47. Leased assets and their related accounting values
 Note 48. Bills receivable or payable not shown as such in the consolidated balance sheet
 Note 49. Other information required by law

I - INFORMATION IN RESPECT OF COMPANIES INCLUDED IN OR EXCLUDED FROM THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1. COMPANIES INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENTS

COMPANY	Legal Reason for Inclusion	Registered Office	% Capital Held			
			02.06.30		01.06.30	
			Direct	Total	Direct	Total
Sonae - SGPS, S.A.	Holding	Maia	Holding	Holding	Holding	Holding
Sonae Indústria						
Agloma - Sociedade Industrial de Madeira Aglomerada, S.A.	a)	Oliveira do Hospital	100.00%	89.60%	100.00%	87.01%
Agloma Financial Investments, S.A.	a)	Cayman Islands	100.00%	89.60%	100.00%	87.01%
Casca - Sociedade de Revestimento, S.A.	a)	Águeda	100.00%	89.60%	100.00%	87.01%
Celnave - Agência de Navegação, Lda	b)	Viana do Castelo	100.00%	30.75%	100.00%	29.88%
Celpap - Terminal de Celulose e Papel de Portugal, Lda	b)	Viana do Castelo	100.00%	30.75%	100.00%	29.88%
Cia. De Industrias y Negocios, S.A.	a)	Madrid (Spain)	100.00%	89.60%	100.00%	87.01%
Emprobal - Emp. Prod. e Comercialização de Embalagens, Lda	b)	Funchal	60.00%	18.45%	60.00%	29.88%
Euro Decorative Boards Ltd.	a)	Peterlee (U.K.)	100.00%	89.60%	100.00%	87.01%
Euroregantic Ltée	a)	Quebec (Canada)	100.00%	89.60%	100.00%	87.01%
Euroresinas - Indústrias Químicas, S.A.	a)	Maia	100.00%	94.62%	100.00%	92.00%
Explotaciones Comerciales, Industriales y de Servicios, S.A.	a)	Madrid (Spain)	100.00%	89.60%	100.00%	87.01%
Explotaciones Madereras Catalanas, S.A.	a)	Madrid (Spain)	100.00%	89.60%	100.00%	87.01%
Gescartão, SGPS, S.A.	b)	Lisboa	65.00%	30.75%	65.00%	29.88%

	Glunz AG	a)	Hamm(Germany)	98.17%	87.96%	98.04%	85.31%
	Gollin GmbH	a)	Bad Oeynhausen	90.00%	79.16%	90.00%	76.78%
	Imocapital - Sociedade Gestora de Participações Sociais, S.A.	b)	Maia	50.00%	47.31%	49.96%	45.96%
	Industrias Quimicas del Carbono, S.A.	a)	Valencia (Spain)	100.00%	89.60%	100.00%	87.01%
	Isoroy Casteljalous	a)	Casteljalous (France)	100.00%	89.60%	100.00%	87.01%
	Isoroy Chatellerault, S.A.	a)	Labruguière (France)	100.00%	89.60%	100.00%	87.01%
	Isoroy Diffusion SNC	a)	Alfortville (France)	100.00%	89.60%	100.00%	87.01%
	Isoroy Le Creusot, SAS	a)	Torcy (France)	99.99%	89.60%	99.99%	87.01%
	Isoroy Panneaux de Fibras S.A.	a)	St.Dizier (France)	99.99%	89.60%	99.99%	87.01%
	Isoroy SAS	a)	Boulogne (France)	100.00%	89.60%	100.00%	87.01%
	Lepe - Empresa Portuguesa de Embalagens, S.A.	b)	Marinha Grande	100.00%	30.75%	100.00%	29.88%
	Leroy Gabon S.A.	a)	Libreville (Gabon)	99.99%	89.59%	99.99%	87.00%
	Maichave – Consultadoria e Gestão, S.A.	a)	Maia	100.00%	94.62%	100.00%	92.00%
	Maiequipa – Gestão Florestal, S.A.	a)	Maia	100.00%	94.62%	100.00%	92.00%
	Manipulaciones Forestales, S.A.	a)	Madrid (Spain)	100.00%	89.60%	100.00%	87.01%
	Megantic B.V.	a)	Amsterdam (Netherlands)	100.00%	89.60%	100.00%	87.01%
	Movelpartes – Componentes para a Indústria do Mobiliário, S.A.	a)	Paredes	100.00%	94.62%	100.00%	92.00%
	NAB, Sociedade Imobiliária, SA	a)	Porto	100.00%	94.62%	100.00%	92.00%
	Novobord (Pty) Ltd	a)	Rosebank (South Africa)	100.00%	89.60%	100.00%	87.01%
1)	Placage d’Okoumé du Gabon S.A.	a)	Libreville (Gabon)	89.76%	80.42%	89.76%	78.10%
	Physorol SAS	a)	Niort (France)	99.99%	89.60%	100.00%	87.01%
	Physorol SNC	a)	Lisieux (France)	100.00%	89.60%	100.00%	87.01%
	Poliface – Componentes e Sist.para Mob. e Construção, S.A.	a)	Maia	100.00%	94.62%	100.00%	92.00%
	Poliface Componentes y Sist.para Mobiliário y Construcción, S.L.	a)	Madrid (Spain)	100.00%	94.62%	100.00%	92.00%
	Portucel Embalagem – Emp. Prod. de Embalagens de Cartão, S.A.	b)	Cascais	100.00%	30.75%	100.00%	29.88%
	Portucel Recicla – Indústria de Papel Reciclado, S.A.	b)	Mourão	100.00%	30.75%	100.00%	29.88%
	Portucel Viana – Empresa Produtora de Papeis Industriais, S.A.	b)	Viana do Castelo	100.00%	30.75%	100.00%	29.88%
5)	Portucel Viana Energia – Empresa de Cogeração Energética, S.A.	b)	Viana do Castelo	100.00%	30.75%	100.00%	29.88%
	R.G.R. – Reciclagem e Gestão de Resíduos, S.A.	a)	Mangualde	100.00%	94.62%	100.00%	92.00%
	Racionalización y Manufacturas Forestales, S.A.	a)	Madrid (Spain)	100.00%	89.60%	100.00%	87.01%
	Resoflex – Mobiliário e Equipamentos de Gestão, S.A.	a)	Vila de Conde	100.00%	94.62%	100.00%	92.00%
	SCS Beheer, BV	a)	Amsterdam (Netherlands)	100.00%	89.60%	100.00%	87.01%
	Selvicola del Norte, S.A.	a)	Madrid (Spain)	100.00%	89.60%	100.00%	87.01%
	Siáf – Sociedade de Iniciativa e Aproveitamentos Florestais, S.A.	a)	Mangualde	100.00%	89.60%	100.00%	87.01%
	Soc. de Iniciativa e Aproveitamentos Florestais - Energias, S.A.	a)	Mangualde	100.00%	89.60%	100.00%	87.01%
	Socelpac – SGPS, S.A.	a)	Maia	100.00%	94.62%	100.00%	92.00%
	Société Civile Bois de la Duchesse	a)	Auxerre (France)	100.00%	89.60%	100.00%	87.01%
	Société Civile de Chamouille	a)	St.Dizier (France)	100.00%	89.60%	100.00%	87.01%
	Société Civile de la Route de Caen	a)	Saint-Pierre(France)	100.00%	89.60%	100.00%	87.01%
1)	Société de Tranchage Isoroy S.A.S.	a)	France	99.82%	89.43%	-	-
	Societe des Panneaux Isoroy S.A.	a)	Ussel (France)	100.00%	89.60%	100.00%	87.01%
	Société Essences Fines Isoroy	a)	Honfleur (France)	100.00%	89.60%	100.00%	87.01%
	Somit – Imobiliária, S.A.	a)	Oliveira do Hospital	100.00%	89.60%	100.00%	87.01%
	Sonae Indústria - SGPS, S.A.	a)	Maia	94.62%	94.62%	92.04%	92.00%
	Sonae Industria Consultadoria e Gestão, S.A.	a)	Maia	100.00%	94.62%	100.00%	92.00%
	Sonae Indústria de Revestimentos, S.A.	a)	Maia	100.00%	94.62%	100.00%	92.00%
	Sonae Novobord (Pty) Ltda	a)	Woodnead (Netherlands)	100.00%	89.60%	100.00%	87.01%
	Sonae Serviços de Gestão, S.A.	a)	Maia	100.00%	94.62%	100.00%	92.00%
	Sonae Tafibra - Gestão Comercial, S.A.	a)	Maia	100.00%	94.62%	100.00%	92.00%
	Sonae Tafibra (UK) Ltd	a)	Hants (U.K.)	100.00%	94.62%	100.00%	92.00%
	Sonae Tafibra Benelux, BV	a)	Woerden (Netherlands)	100.00%	87.96%	100.00%	85.31%
	Sonae UK, Limited	a)	Londres (U.K.)	100.00%	89.60%	100.00%	87.01%
	Spanboard Products Ltd	a)	Belfast (U.K.)	100.00%	89.60%	100.00%	87.01%
	Tableros de Fibras, S.A.	a)	Madrid (Spain)	94.69%	89.60%	94.57%	87.01%
	Tableros Tradema, S.L.	a)	Madrid (Spain)	100.00%	89.60%	100.00%	87.01%
	Tafiber, Tableros de Fibras Ibéricas, S.L.	a)	Madrid (Spain)	99.99%	89.60%	100.00%	87.01%
	Tafibra - Tableros Aglomerados y de Fibras, A.I.E.	a)	Madrid (Spain)	96.54%	86.51%	96.50%	84.01%
	Tafibra South Africa (Pty), Limited	a)	South Africa	100.00%	89.60%	100.00%	87.01%
	Tafibras Participações, S.A.	a)	Curitiba (Brazil)	53.99%	48.37%	54.15%	46.97%
	Tafisa Brasil, S.A.	a)	Curitiba (Brazil)	100.00%	56.20%	100.00%	54.58%
	Tafisa Canadá Société en Commandite	a)	Quebec (Canada)	67.23%	60.23%	60.36%	52.52%
	Tafisa France, S.A.	a)	Paris (France)	99.99%	89.60%	100.00%	87.01%
	Tafisa U.K.Ltd.	a)	Petrelee (U.K.)	100.00%	89.60%	100.00%	87.01%
	Taiber, Tableros Aglomerados Ibéricos, S.L.	a)	Madrid (Spain)	100.00%	89.60%	100.00%	87.01%
	Tavapan, S.A.	a)	Tavannes (Switzerland)	100.00%	87.96%	100.00%	85.31%
	Tecnologias del Medio Ambiente, S.A.	a)	Barcelona (Spain)	100.00%	89.60%	100.00%	87.01%
	Tool, GMBH	a)	Germany	100.00%	87.96%	100.00%	85.31%

Modelo Continente								
4)	Best Offer - Prestações de Informações pela Internet, S.A.	a)	Maia	100.00%	74.97%	80.00%	63.33%	
	Cacetinho – Grandes Armazéns, S.A.	a)	Matosinhos	100.00%	74.97%	100.00%	70.11%	
	Chão Verde - Sociedade Gestora Imobiliária, S.A.	a)	Maia	100.00%	74.97%	100.00%	70.11%	
	Citorres - Sociedade Imobiliária, S.A.	a)	Maia	100.00%	74.97%	100.00%	70.11%	
	Contifin., S.G.P.S., S.A.	a)	Matosinhos	100.00%	74.97%	89.90%	70.11%	
	Contimobe - Imobiliária de Castelo de Paiva, S.A.	a)	Castelo de Paiva	100.00%	74.97%	100.00%	70.11%	
	Continente Investimentos Brasil, S.A.	a)	Porto Alegre (Brazil)	100.00%	74.97%	100.00%	70.11%	
	Difusão - Sociedade Imobiliária, S.A.	a)	Maia	100.00%	74.97%	100.00%	70.11%	
	Estevão Neves – Hipermercados da Madeira. S.A.	a)	Madeira	51.00%	38.24%	51.00%	35.76%	
2)	Expedis - Logística Integrada, S.A.	a)	Matosinhos	100.00%	74.97%	100.00%	70.11%	
	Fozimo - Sociedade Imobiliária, S.A.	a)	Maia	100.00%	74.97%	100.00%	70.11%	
4)	Fozmassimo –Com. e Ind. de Produtos Alimentares, S.A.	a)	Matosinhos	100.00%	74.97%	100.00%	70.11%	
	Global S - Hipermercado, Lda	a)	Matosinhos	100.00%	74.97%	-	-	
	IGI - Investimento Imobiliário, S.A.	a)	Porto	100.00%	74.97%	100.00%	70.11%	
	Igimo - Sociedade Imobiliária, S.A.	a)	Maia	100.00%	74.97%	100.00%	70.11%	
	Iginha - Sociedade Imobiliária, S.A.	a)	Matosinhos	100.00%	74.97%	100.00%	70.11%	
	Imoconti - Sociedade Imobiliária, S.A.	a)	Matosinhos	100.00%	74.97%	100.00%	70.11%	
	Imoestrutura - Sociedade Imobiliária, S.A.	a)	Maia	100.00%	74.97%	100.00%	70.11%	
	Imomuro - Sociedade Imobiliária, S.A.	a)	Matosinhos	100.00%	74.97%	100.00%	70.11%	
	Imosistema - Sociedade Imobiliária, S.A.	a)	Maia	100.00%	74.97%	100.00%	70.11%	
	Infocfield - Informática, S.A.	a)	Maia	100.00%	74.97%	100.00%	70.11%	
	Informeios – Projectos e Representações, S.A.	a)	Lisboa	100.00%	74.97%	100.00%	70.11%	
	Max Office - Artigos e Serviços para Escritórios, S.A.	a)	Maia	100.00%	74.97%	100.00%	70.11%	
	Modalfa - Comércio e Serviços, S.A.	a)	Maia	100.00%	74.97%	100.00%	70.11%	
	Modelo - Sociedade Gestora de Participações Sociais, S.A.	a)	Maia	100.00%	74.97%	100.00%	70.11%	
	Modelo Continente - Operações de Retalho, SGPS, S.A.	a)	Matosinhos	100.00%	74.97%	100.00%	70.11%	
	Modelo Continente Hipermercados, S.A.	a)	Matosinhos	100.00%	74.97%	100.00%	70.11%	
	8)	Modelo Continente, S.G.P.S, S.A.	a)	Matosinhos	74.97%	74.97%	70.11%	70.11%
		Modelo Hiper Imobiliária, S.A.	a)	Maia	100.00%	74.97%	100.00%	70.11%
Modelo Investimentos (Brasil), Ltda		a)	São Paulo (Brazil)	100.00%	74.97%	100.00%	70.11%	
Modelo.Com – Vendas por Correspondência, S.A.		a)	Maia	100.00%	74.97%	100.00%	72.38%	
Modis Distribuição Centralizada, S.A.		a)	Matosinhos	100.00%	74.97%	100.00%	70.11%	
Modis International Trading, S.A.		a)	Madrid (Spain)	100.00%	74.97%	100.00%	70.11%	
Modis, S.G.P.S., Lda		a)	Matosinhos	100.00%	74.97%	100.00%	70.11%	
OK Bazar - Comércio Geral, S.A.		a)	Ermesinde	100.00%	74.97%	-	-	
Predicomercial - Promoção Imobiliária, S.A.		a)	Maia	100.00%	74.97%	100.00%	70.11%	
	Sesagest - Projectos e Gestão Imobiliária, S.A.	a)	Porto	100.00%	74.97%	100.00%	70.11%	
	Socijofra – Sociedade Imobiliária, S.A.	a)	Gondomar	100.00%	74.97%	100.00%	70.11%	
	Sociloures - Sociedade Imobiliária, S.A.	a)	Matosinhos	100.00%	74.97%	100.00%	70.11%	
	Sonae Distribuição Brasil, S.A.	a)	Porto Alegre (Brazil)	89.90%	67.40%	88.15%	61.80%	
	Sonae Retalho Espana – Servicios Generales, S.A.	a)	Madrid (Spain)	100.00%	74.97%	100.00%	70.11%	
	Sondis B.V.	a)	Linne (Netherlands)	100.00%	74.97%	100.00%	70.11%	
	Sondis Imobiliária, S.A.	a)	Maia	100.00%	74.97%	100.00%	70.11%	
	Sonvecap, B.V.	a)	Amsterdam (Netherlands)	100.00%	74.97%	100.00%	70.11%	
	Sport Zone - Comércio de Artigos de Desporto, S.A.	a)	Vila Nova Famalicão	100.00%	74.97%	100.00%	70.11%	
1)	Sport Zone Espana - Comercio Artigos de Desporto, S.A.	a)	Madrid (Spain)	100.00%	74.97%	100.00%	70.11%	
	SRE - Projectos e Consultoria, S.A.	a)	Maia	100.00%	74.97%	100.00%	70.11%	
	Worten – Equipamentos para o Lar, S.A.	a)	Matosinhos	100.00%	74.97%	100.00%	70.11%	
Sonae Imobiliária								
3)	Algarveshopping – Sociedade de Centros Comerciais, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%	
	Andar - Sociedade Imobiliária, S.A.	b)	Maia	50.00%	40.81%	100.00%	72.65%	
	Ascendente - Imobiliária, Serviços de Gestão de Activos, S.A.	a)	Maia	100.00%	67.04%	100.00%	67.04%	
	Caisgere, S.G.P.S., S.A.	a)	Lisboa	100.00%	67.04%	100.00%	51.17%	
	Colombogest & Gestão de Centros Comerciais, S.A.	a)	Lisboa	100.00%	67.04%	100.00%	51.17%	
	Consultoria de Centros Comerciais, S.A.	a)	Madrid (Spain)	60.00%	40.22%	60.00%	30.70%	
	D. Pedro I, BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	100.00%	51.17%	
	D. Pedro II, BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	100.00%	51.17%	
	Datavenia - Gestão de Centros Comerciais, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%	
	Fimaia - Serv. na Área Económica e Gestão de Investimentos, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%	
	Fortuna del Piero, S.A.	a)	Madrid (Spain)	60.00%	40.22%	60.00%	30.70%	
	Grama – Grandes Armazéns, S.A.	a)	Matosinhos	100.00%	33.52%	100.00%	25.58%	
	Guimarãeshopping - Empreendimentos Imobiliários, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%	
	Imo R - Sociedade Imobiliária, S.A.	b)	Porto	50.00%	33.52%	50.00%	25.58%	
	Imocolombo Investments, BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	-	-	
	Imogermany, BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	100.00%	51.17%	
	1)	Imoitatie II BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	100.00%	51.17%
		Imopraedium, BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	100.00%	51.17%

1)	Imospain II, BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	100.00%	51.17%
	Imospain III, BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	100.00%	51.17%
	Imospain V, BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	100.00%	51.17%
1)	Imospain VIII, BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	100.00%	51.17%
	Imospain, BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	100.00%	51.17%
	Imoalue, BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	100.00%	51.17%
	LouresShopping - Empreendimentos Imobiliários, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%
	Madeira Shopping – Sociedade de Centros Comerciais, S.A.	a)	Funchal	50.00%	33.52%	50.00%	25.58%
	MaiaShopping – Empreendimentos Imobiliários, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%
	Norteshopping – Gestão de Centro Comercial, S.A.	a)	Porto	100.00%	67.04%	100.00%	51.17%
	Omala - Imobiliária e Gestão, S.A.	a)	Porto	100.00%	67.04%	100.00%	51.17%
	OMNE - Sociedade Gestora de Participações Sociais, S.A.	a)	Maia	50.00%	33.52%	50.00%	25.58%
	Paracentro - Plan.Com..e Gestão de Centros Comerciais, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%
	Parque de Famalicão - Empreendimentos Imobiliários, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%
	Parque Dom Pedro Shopping, S.A.	a)	São Paulo (Brazil)	97.51%	65.38%	91.00%	48.86%
	Plaza Mayor Parque de Ocio, S.A.	a)	Madrid (Spain)	75.00%	50.28%	75.00%	38.38%
	Prediguarda - Sociedade Imobiliária, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%
	Pridelease Investments, Ltd	b)	Cascais	100.00%	67.04%	100.00%	51.17%
1)	Proyecto Shopping 2001, S.A.	a)	Madrid (Spain)	100.00%	67.04%	100.00%	51.17%
	RPU - Realizações e Planeamento Urbanístico, SGPS, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%
	Rule, S.G.P.S., S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%
	SM – Empreendimentos Imobiliários, S.A.	a)	Lisboa	100.00%	33.52%	100.00%	25.58%
	Sonae Germany, Gmbh	a)	Dusseldorf (Germany)	100.00%	67.04%	100.00%	51.17%
	Sonae Imobiliária - Assets Management, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%
	Sonae Imobiliária – Gestão, S.A.	a)	Lisboa	100.00%	67.04%	100.00%	51.17%
	Sonae Imobiliária - S.G.P.S, S.A.	a)	Maia	67.04%	67.04%	51.17%	51.17%
	Sonae Imobiliária Assets, SGPS, S.A.	a)	Porto	100.00%	67.04%	100.00%	51.17%
	Sonae Imobiliária Brasil BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	100.00%	51.17%
	Sonae Imobiliária Development II, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%
	Sonae Imobiliária Development, SGPS, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%
	Sonae Imobiliária III - Serviços de Apoio a Empresas, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%
	Sonae Imobiliária Property & Management, SGPS, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%
	Sonae Imobiliária Desarrollo, S.L.	a)	Amsterdam (Netherlands)	100.00%	67.04%	100.00%	51.17%
	Sonae West Shopping AG	a)	Alemanha	75.10%	50.35%	75.10%	38.43%
	Sonaeimo – Empreendimentos Comerciais, Ltda	a)	São Paulo (Brazil)	100.00%	67.04%	100.00%	51.17%
	Sonaeimo, BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	100.00%	51.17%
	SPEL - Sociedade de Parques de Estacionamento, S.A.	b)	Porto	50.00%	33.52%	50.00%	25.58%
1)	Transalproject 2000, SRL	a)	Sondrio (Italie)	100.00%	67.04%	100.00%	51.17%
	Vasco da Gama - Promoção de Centros Comerciais, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%
	Vasco da Gama Dois Gest – Gestão de Cent. Comerciais, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%
	Viacatarina Gest - Gestão de Centros Comerciais, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%
	Vilalambert – Sociedade Imobiliária, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%
SonaeCom							
1)	Bikini, Portal de Mulheres, S.A.	a)	Maia	100.00%	79.17%	100.00%	79.17%
	Clixgest – Internet e Conteúdos, S.A.	a)	Matosinhos	56.67%	44.86%	56.67%	44.86%
1)	Douro - Centro de Produções Artísticas, Lda	a)	Matosinhos	100.00%	79.17%	100.00%	79.17%
	Enabler - Informática, S.A.	a)	Maia	100.00%	79.17%	100.00%	79.17%
1)	Fun Online - Actividades Lúdicas, S.A.	a)	Maia	100.00%	79.17%	100.00%	79.17%
	Harpa, Beheer, BV	a)	Amsterdam (Netherlands)	100.00%	79.17%	100.00%	79.17%
1)	Miauger - Organização e Gestão de Leilões Electrónicos, S.A.	a)	Maia	70.00%	55.42%	70.00%	55.42%
1)	Move On SGPS, S.A.	a)	Maia	100.00%	79.17%	100.00%	79.17%
	Novis Telecom, S.A.	a)	Maia	56.67%	44.86%	56.67%	44.86%
	Optimus Telecomunicações, S.A.	b)	Maia	45.89%	36.33%	45.89%	35.63%
	Per - Mar - Sociedade de Construções, S.A.	a)	Loures	100.00%	36.33%	100.00%	35.63%
	Público – Comunicação Social, S.A.	a)	Matosinhos	99.99%	79.17%	99.99%	79.17%
	Publico.pt - Serviços Digitais Multimedia, S.A.	a)	Porto	100.00%	79.17%	100.00%	79.17%
1)	Santo Bosque - Espaço de Entretenimento Lda	a)	Matosinhos	100.00%	79.17%	100.00%	79.17%
	SIRS – Sociedade Independente de Radiodifusão Sonora, S.A.	a)	Porto	90.00%	71.25%	90.00%	71.24%
	Sonae Matrix Multimédia, S.G.P.S., S.A.	a)	Matosinhos	100.00%	79.17%	100.00%	79.17%
	Sonae Telecom, SGPS, S.A.	a)	Porto	100.00%	79.17%	100.00%	79.17%
	Sonae.com Ventures, S.G.P.S., S.A.	a)	Maia	100.00%	79.17%	100.00%	79.17%
	Sonae.Com, SGPS, S.A.	a)	Maia	79.17%	79.17%	79.16%	79.17%
	Sonaetelecom, B.V.	a)	Amsterdam (Netherlands)	100.00%	79.17%	100.00%	79.17%
	We Do Consulting - Sistemas de Informação, S.A.	a)	Maia	100.00%	79.17%	100.00%	79.17%
1)	XS - Comunicação, Informação e Lazer, S.A.	a)	Maia	100.00%	79.17%	100.00%	79.17%

Sonae Capital						
	Aquapraia – Investimentos Turísticos, S.A.	a)	Grandola	100.00%	100.00%	100.00%
	Aquapraia, S.G.P.S., S.A.	a)	Lisboa	100.00%	100.00%	100.00%
	Aveiria - Sociedade Imobiliária, S.A.	a)	Porto	100.00%	100.00%	100.00%
	Bloco Q – Sociedade Imobiliária, S.A.	a)	Porto	100.00%	100.00%	100.00%
	Bloco W - Sociedade Imobiliária, S.A.	a)	Matosinhos	100.00%	100.00%	100.00%
	Box Lines – Navegação, S.A.	a)	Porto	95.00%	95.00%	95.00%
	Capitais Privados - SGPS, S.A.	a)	Porto	100.00%	100.00%	100.00%
	Casino Hotel Troia, S.A.	a)	Grandola	100.00%	100.00%	100.00%
6)	Centro Residencial da Maia - Urbanismo, S.A.	a)	Porto	100.00%	100.00%	72.65%
	Cequip - Equipamentos de Construção, S.A.	a)	Porto	100.00%	100.00%	100.00%
	Cinclus - Planeamento e Gestão de Projectos, S.A.	a)	Porto	100.00%	100.00%	100.00%
	Cinclus Imobiliária, S.A.	a)	Porto	100.00%	100.00%	100.00%
	CMO - Construções, Lda	a)	Porto	100.00%	100.00%	100.00%
4)	Consolimar - Urbanizadora Internacional, S.A.	a)	Lisboa	100.00%	100.00%	49.00%
	Contacto - S.G.P.S.,S.A.	a)	Porto	100.00%	100.00%	100.00%
	Contacto - Sociedade de Construções, S.A.	a)	Porto	100.00%	100.00%	100.00%
6)	Country Club da Maia - Imobiliária, S.A.	a)	Maia	100.00%	100.00%	72.65%
	Efanor - Indústria de Fios, S.A.	a)	Matosinhos	100.00%	100.00%	100.00%
	Efanor Design e Serviços, S.A.	a)	Matosinhos	100.00%	100.00%	100.00%
	Empreendimentos Imobiliários Contacto II, SA	a)	Porto	100.00%	100.00%	100.00%
6)	Empreendimentos Imobiliários Quinta da Azenha, S.A.	a)	Maia	100.00%	100.00%	72.65%
1)	Equador - Agência de Viagens e Turismo, S.A.	a)	Lisboa	65.91%	65.91%	-
1)	Equador & Burnay, Lda	a)	Lisboa	75.00%	49.43%	-
1)	Equador & Mendes, Lda	a)	Lisboa	75.00%	49.43%	-
6)	Espimaia - Sociedade Imobiliária, S.A.	a)	Maia	100.00%	100.00%	51.17%
	Gestholding - Sociedade Gestora de Participações Socais, S.A.	a)	Porto	100.00%	100.00%	100.00%
	Grano Salis, Lda	a)	Grandola	100.00%	100.00%	100.00%
	Iginveste - Serv. Área Económica e Gestão de Investimentos, S.A.	a)	Maia	100.00%	100.00%	100.00%
	Imoareia, SGPS, S.A.	a)	Matosinhos	100.00%	100.00%	100.00%
6)	Imoclub - Serviços Imobiliários, S.A.	a)	Matosinhos	100.00%	100.00%	72.65%
	Imoferro – Sociedade Imobiliária, S.A.	a)	Maia	100.00%	100.00%	100.00%
6)	Imohora - Imobiliária, S.A.	a)	Matosinhos	100.00%	100.00%	72.65%
6)	Imohotel - Empreendimentos Turísticos Imobiliários, S.A.	a)	Matosinhos	100.00%	100.00%	72.65%
6)	Imosedas - Imobiliária e Serviços, S.A.	a)	Matosinhos	100.00%	100.00%	72.65%
	Inparvi, Sociedade Gestora de Participações Sociais, S.A.	a)	Porto	100.00%	100.00%	100.00%
	Interlog – Sociedade Gestora de Participações Sociais, S.A.	a)	Lisboa	100.00%	100.00%	100.00%
	Inventory - Acessórios de Casa, S.A.	a)	Maia	100.00%	100.00%	100.00%
	Invicta, S.G.P.S., S.A.	a)	Maia	100.00%	100.00%	100.00%
	Libra Serviços, Lda	a)	Funchal	100.00%	100.00%	100.00%
	Marmagno – Exploração Hoteleira Imobiliária, S.A.	a)	Grandola	100.00%	88.39%	100.00%
	Marvero - Exploração Hoteleira Imobiliária, S.A.	a)	Grandola	100.00%	88.39%	100.00%
1)	Nova Equador Internacional, Agência de Viagens e Turismo, Lda	a)	Lisboa	75.00%	49.43%	-
4)	Palmares - Companhia de Empreendimentos Turísticos de Lagos, S.A.	a)	Lisboa	100.00%	100.00%	25.00%
	Palmares Investimentos e Urbanizações, S.A.	a)	Lisboa	100.00%	100.00%	51.00%
	Partnergiro – Empreendimentos Turísticos, Lda	a)	Maia	100.00%	100.00%	100.00%
	Polo Norte, SGPS, S.A.	a)	Porto	100.00%	100.00%	100.00%
	Porturbe – Edifícios e Urbanizações, S.A.	a)	Maia	100.00%	100.00%	100.00%
6)	Praedium - Desenvolvimento Imobiliário, S.A.	a)	Porto	100.00%	100.00%	72.65%
6)	Praedium II – Imobiliária, S.A.	a)	Maia	100.00%	100.00%	72.65%
6)	Praedium III – Serviços Imobiliários, S.A.	a)	Maia	100.00%	100.00%	72.65%
	Praedium, Sociedade Gestora de Investimentos Imobiliários, S.A.	a)	Porto	100.00%	100.00%	100.00%
6)	Prédios Privados Imobiliária, S.A.	a)	Matosinhos	100.00%	100.00%	72.65%
6)	Predisedas - Predial das Sedas, S.A.	a)	Matosinhos	100.00%	100.00%	72.65%
6)	Promosedas - Promoção Imobiliária, S.A.	a)	Matosinhos	100.00%	100.00%	72.65%
	Prosa – Programação Informática, S.A.	a)	Lisboa	100.00%	100.00%	100.00%
	Publimeios, SGPS, S.A.	a)	Maia	50.10%	50.10%	49.99%
	Quinta da Covilhã – Empreendimentos Imobiliários, S.A.	a)	Maia	100.00%	100.00%	100.00%
	Rhodes Investments Ltd.	a)	Hants (U.K.)	100.00%	100.00%	100.00%
	Rochester Real Estate, Limited	a)	Kent (U.K.)	100.00%	100.00%	100.00%
	Safira Services – Limpeza e Espaços Verdes, S.A.	a)	Porto	51.00%	25.55%	51.00%
1)	Santos Taborda & Carvalho, Sociedade Unipessoal, Lda	a)	Lisboa	100.00%	65.91%	-
	Selfrio - Engenharia de Frio, S.A.	a)	Matosinhos	100.00%	35.07%	49.97%
	Selfrio, Sociedade Gestora de Participações Sociais, S.A.	a)	Matosinhos	70.00%	35.07%	49.97%
	Sistavac - Sist. de Aquec. Ventilação e Ar Condicionado, S.A.	a)	Matosinhos	100.00%	35.07%	49.97%
	SKK - Central de Dist. para a Refrigeração e Climatização, S.A.	a)	Porto	100.00%	35.07%	49.97%
	SMP - Serviços de Manutenção e Planeamento, S.A.	a)	Matosinhos	100.00%	35.07%	49.97%
	Soberana – Investimentos Imobiliários, S.A.	a)	Grandola	100.00%	88.39%	100.00%
	Soconstrução, BV	a)	Amsterdam (Netherlands)	100.00%	100.00%	100.00%

Soflorin BV	a)	Amsterdam (Netherlands)	100.00%	100.00%	100.00%	100.00%
Soira - Sociedade Imobiliária de Ramalde, S.A.	a)	Porto	100.00%	100.00%	100.00%	100.00%
Solinca – Investimentos Turísticos, S.A.	a)	Porto	100.00%	100.00%	100.00%	100.00%
Solinca III - Desporto e Saúde, S.A.	a)	Lisboa	100.00%	100.00%	100.00%	100.00%
Solinca Lazer, S.G.P.S., S.A.	a)	Porto	100.00%	100.00%	100.00%	100.00%
Soltroia – Investimentos Turísticos, S.A.	a)	Lisboa	50.33%	50.33%	52.10%	52.08%
Solução - Apoio à Gestão, S.A.	a)	Maia	100.00%	100.00%	100.00%	100.00%
Sonae Capital, Sociedade Gestora de Participações Sociais, S.A.	a)	Porto	100.00%	100.00%	100.00%	100.00%
Sonae International Ltd	a)	London (U.K.)	100.00%	100.00%	100.00%	100.00%
Sonae Retalho Especializado – SGPS, S.A.	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Sonae Turismo, SGPS, S.A.	a)	Porto	100.00%	100.00%	100.00%	100.00%
Sontária - Empreendimentos Imobiliários, S.A.	a)	Maia	100.00%	100.00%	100.00%	100.00%
Sontrade Lines Ltd	a)	Hants (U.K.)	63.75%	63.75%	63.75%	63.75%
Sontur, BV	a)	Amsterdam (Netherlands)	100.00%	100.00%	100.00%	100.00%
Spinarq, S.A.	a)	Porto	100.00%	100.00%	100.00%	100.00%
Spinveste, Sociedade Gestora de Participações Sociais, S.A.	a)	Maia	100.00%	100.00%	100.00%	100.00%
Spred - Sociedade Gestora de Participações Sociais, S.A.	a)	Maia	100.00%	100.00%	100.00%	100.00%
Star Transportes Internacionais, S.A.	a)	Lisboa	100.00%	100.00%	100.00%	100.00%
Star Viagens e Turismo, S.A.	a)	Lisboa	100.00%	98.84%	100.00%	98.66%
Stayfair Ltd	a)	Liverpool (U.K.)	100.00%	100.00%	100.00%	100.00%
Textil do Marco, S.A.	a)	Marco de Canaveses	90.37%	90.37%	90.37%	90.37%
Torrailta – Clube Internacional de Férias, S.A.	a)	Grandola	88.39%	88.39%	86.56%	86.56%
6) Torre São Gabriel - Imobiliária, S.A.	a)	Maia	100.00%	100.00%	100.00%	72.65%
6) Torre São Rafael - Imobiliária, S.A.	a)	Maia	100.00%	100.00%	100.00%	72.65%
Troiaverde - Exploração Hoteleira Imobiliária, S.A.	a)	Grandola	100.00%	88.39%	100.00%	86.56%
Tulipamar - Exploração Hoteleira Imobiliária, S.A.	a)	Grandola	100.00%	88.39%	100.00%	86.56%
6) Urbisedas – Imobiliária das Sedas, S.A.	a)	Matosinhos	100.00%	100.00%	100.00%	72.65%
Venda Aluga – Sociedade Imobiliária, S.A.	a)	Maia	100.00%	100.00%	100.00%	100.00%
Outras						
Aserraderos de Cuellar, S.A.	a)	Madrid (Spain)	100.00%	50.01%	100.00%	100.00%
7) Eurofone - Telecomunicações Móveis, S.A.	a)	Porto	100.00%	100.00%	100.00%	100.00%
Integrum - Serviços Partilhados, S.A.	a)	Maia	100.00%	100.00%	100.00%	100.00%
Somit – Soc. Madeiras Industrializadas e Transformadas, S.A	a)	Oliveira do Hospital	100.00%	50.01%	100.00%	100.00%
Sonae Investments, BV	a)	Amsterdam (Netherlands)	100.00%	100.00%	100.00%	100.00%
Sonae Produtos e Derivados Florestais, SGPS, S.A.	a)	Porto	50.01%	50.01%	100.00%	92.00%
Sonae Wood Products, B.V.	a)	Amsterdam (Netherlands)	100.00%	50.01%	100.00%	100.00%

a) paragraph a), nº1, art.1 of Decree-Law nr. 238/91 - majority holding

b) paragraph b), nº 1, art.1 of Decree-Law nr. 238/91 - management control exercised

1) Company excluded from the prior year due to immateriality;

2) Company sold in January 2002;

3) 50% of the share capital of the company was sold, and as from that date, the equity method was used;

4) Companies acquired in the period;

5) Company sold in May 2002;

6) Companies shown under Sonae Imobiliária in the previous period;

7) Companies shown under Sonae Capital in the previous period;

8) Includes 19.95% of the share capital sold to the Santander Group for which purchases options were entered into as explained in Note 61 below.

NOTE 2. COMPANIES EXCLUDED FROM THE CONSOLIDATED FINANCIAL STATEMENTS

COMPANY	Legal Reason for Exclusion	Registered Office	% Capital Held			
			02.06.30		01.06.30	
			Direct	Total	Direct	Total
Sonae Indústria						
Ecociclo - Energia e Ambiente, S.A.	a)	Matosinhos	100.00%	94.62%	100.00%	100.00%
Eiweiler Sperrholz GmbH	a)	Germany	100.00%	87.96%	100.00%	85.31%
Enercicla, Lda	a)	Mourão	100.00%	30.75%	100.00%	29.88%
Florestal y Maderera, S.A.	a)	Madrid (Spain)	100.00%	89.60%	100.00%	87.01%
Glunz Service GmbH	a)	Hamm (Germany)	100.00%	87.96%	100.00%	85.31%
Glunz UK Holdings Ltd	a)	Londres (UK)	100.00%	87.96%	100.00%	85.31%
Glunz Uka GmbH	a)	Hamm (Germany)	100.00%	87.96%	100.00%	85.31%
Imoplamac – Gestão de Imóveis, S.A.	a)	Santarém	100.00%	94.62%	100.00%	85.45%
Indústrias Florestais de Manica – Ifloma, S.A.R.L.	a)	Maputo (Mozambique)	80.00%	75.70%	80.00%	73.60%
Isoroy Transformation S.A.	a)	St. Dizier (France)	99.99%	89.60%	99.99%	87.01%

	Novobord Gmbh	a)	Germany	100.00%	87.96%	100.00%	85.31%
	Orpin, S.A.	a)	Madrid (Spain)	100.00%	89.60%	100.00%	87.01%
	OSB Deustchland Gmbh	a)	Germany	100.00%	89.60%	100.00%	85.31%
	Plysorol BV	a)	Soest (Netherlands)	100.00%	89.60%	100.00%	87.01%
	Poliface Brasil, Ltda	a)	Brazil	100.00%	94.62%	-	-
	Poliface North America	a)	Quebec (Canada)	100.00%	92.17%	100.00%	89.57%
	Resoflex I - Racionalização de Espaços, Lda	a)	Braga	100.00%	94.62%	96.96%	89.20%
	Resoflex II - Racionalização de Espaços, Lda	a)	São João Madeira	100.00%	94.62%	100.00%	92.00%
	Sonae Espanha, S.A.	a)	Madrid (Spain)	99.94%	94.56%	99.94%	91.95%
	Sonae Indústria Brasil, Ltda	a)	São Paulo (Brazil)	100.00%	94.62%	100.00%	92.00%
	Sonae North América Inc.	a)	Quebec (Canada)	100.00%	94.62%	100.00%	92.00%
	Tafisa Trading, S.A.	a)	Madrid (Spain)	100.00%	89.60%	100.00%	87.01%
	Tarnaise des Panneaux, S.A.	a)	Labruguière (France)	99.99%	89.60%	99.99%	87.01%
	Modelo Continente						
	Bertimóvel - Sociedade Imobiliária, S.A.	a)	Matosinhos	100.00%	74.97%	100.00%	70.11%
1)	Blancpar - Comércio de Alimentos e Auto Serviço, Ltda	a)	São Paulo (Brazil)	100.00%	74.97%	-	-
	Contibomba - Comércio e Distribuição de Combustíveis, S.A.	a)	Matosinhos	100.00%	74.97%	-	-
	Imoponte - Sociedade Imobiliária, S.A.	a)	Maia	100.00%	74.97%	100.00%	70.11%
	Imoresultado - Sociedade Imobiliária, S.A.	a)	Maia	100.00%	74.97%	100.00%	70.11%
	Sempre à Mão - Sociedade Imobiliária, S.A.	a)	Maia	100.00%	74.97%	-	-
	Sonae Imobiliária						
	5ª Coluna - Gestão e Promoção de Emp. Imobiliários, S.A.	a)	Maia	100.00%	67.04%	-	-
	Alfange - Imobiliária e Gestão, S.A.	a)	Maia	100.00%	67.04%	-	-
	Centro Retail Park - Parques Comerciais, S.A.	a)	Maia	100.00%	67.04%	-	-
	Ciclop - Gestão de Centros Comerciais, S.A.	a)	Maia	100.00%	67.04%	-	-
	Gal Park S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%
	Immo Project, Gmbh	a)	Dusseldorf (Germany)	100.00%	67.04%	100.00%	51.17%
	Imobrazil BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	100.00%	51.17%
	Imobrazil II BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	-	-
	Imofrance, BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	-	-
	Imospain IX, BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	100.00%	51.17%
	Imospain VII, BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	100.00%	51.17%
	Imospain X, BV	a)	Amsterdam (Netherlands)	100.00%	67.04%	100.00%	51.17%
	INMO Development & Investment S.A.	a)	Madrid (Spain)	100.00%	67.04%	100.00%	51.17%
	Nó Górdio, SGPS, S.A.	a)	Maia	100.00%	67.04%	100.00%	51.17%
	Pa Zehnte WTP Beteiligungsverwaltungs, GmbH	a)	Austria	100.00%	67.04%	-	-
	Parque Alegre - Empreendimentos Comerciais, Ltda	a)	São Paulo (Brazil)	90.00%	60.34%	90.00%	46.05%
	Parque Jóquei - Empreendimentos Comerciais, Ltda	a)	São Paulo (Brazil)	90.00%	60.34%	90.00%	46.05%
	Procoginm, S.A.	a)	Madrid (Spain)	100.00%	67.04%	100.00%	51.17%
	Proyecto Park S.A.	a)	Madrid (Spain)	100.00%	67.04%	100.00%	51.17%
	Querubim - Gestão de Centos Comerciais, S.A.	a)	Maia	100.00%	67.04%	-	-
	Sonae Imobiliária Itália, S.R.L.	a)	Sondrio (Italie)	100.00%	67.04%	100.00%	51.17%
	SonaeCom						
	Contacto Útil - Serviços de Gestão de Atendimento a Clientes, S.A.	a)	Maia	100.00%	36.33%	100.00%	35.63%
	Enabler Brasil, Ltda	a)	Curitiba (Brazil)	100.00%	79.17%	100.00%	79.17%
	Enabler UK, Ltd	a)	England	67.50%	53.44%	100.00%	79.17%
	M3G - Edições Digitais, S.A.	a)	Lisboa	100.00%	79.16%	70.00%	55.41%
	Retailbox BV	a)	Amsterdam (Netherlands)	100.00%	79.17%	-	-
	Sonae Telecom, S.A.	a)	Madrid (Spain)	100.00%	79.17%	100.00%	19.09%
	We Do Brasil - Soluções Informáticas, Ltda	a)	Brasil	99.00%	78.38%	-	-
	Sonae Capital						
	Águas Furtadas - Imobiliária, S.A.	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
	Aqualuz – Turismo e Lazer, Lda	a)	Lagos	100.00%	100.00%	100.00%	100.00%
	Aquapraia Gestão e Serviços, S.A.	a)	Porto	100.00%	100.00%	100.00%	100.00%
	Atlantic Ferries, S.A.	a)	Grandola	100.00%	99.63%	100.00%	66.62%
	Azulino – Imobiliária, S.A.	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
	Barmins - Serviços e Gestão Imobiliária, S.A.	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
	Bloco Y – Sociedade Imobiliária, S.A.	a)	Porto	100.00%	100.00%	100.00%	99.76%
	Campimeios - Sociedade Imobiliária, S.A.	a)	Maia	100.00%	100.00%	100.00%	100.00%
	Casa da Ribeira – Hotelaria e Turismo, S.A.	a)	Marco de Canaveses	100.00%	100.00%	100.00%	100.00%
	CM – Clínica da Maia - Gestão de Projectos de Saúde, S.A.	a)	Maia	100.00%	100.00%	100.00%	100.00%
	Contacto Concessões, SGPS, S.A.	a)	Maia	100.00%	100.00%	-	-
	Delphinus – Sociedade de Turismo e Diversão de Tróia, S.A.	a)	Grandola	79.00%	69.83%	79.00%	68.38%
	Friengineering, S.A.	a)	Matosinhos	100.00%	75.55%	75.45%	51.00%
2)	Gaiaproject – Empreendimentos Imobiliários, S.A.	a)	Maia	100.00%	100.00%	100.00%	72.65%
	Imobiliária da Cacula, S.A.	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%

	Imodivor - Sociedade Imobiliária, S.A.	a)	Maia	100.00%	100.00%	100.00%	100.00%
	Imopenínsula - Sociedade Imobiliária, S.A.	a)	Grandola	100.00%	100.00%	-	-
	Imoresort - Sociedade Imobiliária, S.A.	a)	Grandola	100.00%	100.00%	-	-
	Implantação - Imobiliária, S.A.	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
	Insulatroia - Sociedade Imobiliária, S.A.	a)	Grandola	100.00%	100.00%	-	-
	Interport Logistics, Ltd	a)	Bristol (U.K.)	65.00%	65.00%	65.00%	65.00%
	Invicta - Comércio Internacional, S.A.	a)	Maia	100.00%	100.00%	100.00%	100.00%
	ISF - Imobiliário, Serviços e Participações, S.A.	a)	Porto	100.00%	100.00%	100.00%	100.00%
	Marimo – Exploração Hoteleira e Imobiliária, S.A.	a)	Grandola	100.00%	88.39%	100.00%	86.56%
	Marina Magic - Exploração de Centros Lúdicos e Marítimos, Lda	a)	Lisboa	100.00%	100.00%	100.00%	100.00%
2)	Martimope - Sociedade Imobiliária, S.A.	a)	Maia	100.00%	100.00%	100.00%	72.65%
	MDS - Sociedade Mediadora de Seguros, S.A.	a)	Porto	100.00%	100.00%	100.00%	100.00%
	Parcomarço, Gestão de Parques de Estacionamento e Centros Comerc	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
	PJP - Equipamento de Refrigeração, Lda	a)	Matosinhos	100.00%	35.07%	-	-
	Promessa – Sociedade Imobiliária, S.A.	a)	Maia	100.00%	100.00%	100.00%	100.00%
	SC - Sociedade de Consultoria, S.A.	a)	Porto	100.00%	100.00%	100.00%	100.00%
	SKKFOR - Ser. For. e Desen. de Recursos Humanos, Lda	a)	Maia	96.00%	33.67%	-	-
	Solasa - Sociedade de Lavandaria, Lda	a)	Porto	100.00%	100.00%	100.00%	100.00%
	Solinca - Catering e Eventos, S.A.	a)	Lisboa	100.00%	100.00%	100.00%	100.00%
	Solinca II - Gestão e Serviços de Hotelaria, S.A.	a)	Lisboa	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 RE, S.A.	a)	Luxemburg	100.00%	100.00%	100.00%	96.00%
	Sonae Turismo Gestão e Serviços, S.A.	a)	Porto	100.00%	100.00%	100.00%	100.00%
	Sótaqua - Soc. de Empreendimentos Turísticos da Quarteira, S.A.	a)	Maia	100.00%	100.00%	100.00%	100.00%
	Terceiro Frente - Imobiliária, S.A.	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
	World Trade Center Porto, S.A.	a)	Porto	100.00%	100.00%	100.00%	100.00%
Outras							
	Sonae Investimentos América Latina, Lda	a)	São Paulo (Brazil)	99.99%	99.99%	99.99%	100.00%
	Sonaeinvest - Sociedade Gestora de Fundos de Investimentos, S.A.	a)	Maia	100.00%	82.32%	100.00%	76.68%
	Sonaudit – Gestão e Consultoria Financeira, S.A.	a)	Maia	100.00%	100.00%	100.00%	100.00%

a) nº 1 of art. 4 of Decree-Law nr. 238/91 - not significant.

1) Merged into Sonae Distribuição Brasil, SA on 1 February 2002;

2) Companies shown under Sonae Imobiliária in the previous period.

NOTE 3. COMPANIES ACCOUNTED FOR AS ASSOCIATED UNDERTAKINGS (using the equity method)

COMPANY	Registered Office	% Capital Held			
		02.06.30		01.06.30	
		Direct	Total	Direct	Total
Sonae Indústria					
Comfloresta - Companhia Catarinense de Empreendimentos Florestais, S.A.	Brazil	36.00%	20.27%	36.00%	19.65%
Modelo Continente					
Crediuniverso - Serviços de Marketing, S.A.	Maia	50.00%	37.49%	50.00%	35.06%
2) Max Mat Espanã, Distribucion de Materiales de Construcción, S.A.	Madrid (Spain)	50.00%	37.49%	50.00%	35.06%
Modelo - Distribuição de Materiais de Construção, S.A.	Maia	50.00%	37.49%	50.00%	35.06%
Sonae Imobiliária					
Aegean Park Constructions, Real Estate and Development, S.A.	Athens (Greece)	50.00%	33.52%	50.00%	25.58%
Capital Plus - Investimentos e Participações, S.A.	Vila Nova de Gaia	50.00%	33.52%	-	-
CCG - Centros Comerciais de Gaia, S.A.	Vila Nova de Gaia	50.00%	33.52%	-	-
Empreendimentos Imobiliários Colombo, S.A.	Lisboa	50.00%	33.52%	50.00%	25.58%
Imogreece II, BV	Amsterdam (Netherlands)	50.00%	33.52%	50.00%	25.58%
3) Imogreece, BV	Amsterdam (Netherlands)	50.00%	33.52%	50.00%	25.58%
1) ING RPF Porto Investment - Gest. e Prom. de Centros Comerciais, SGPS, Lda	Lisboa	50.00%	33.52%	-	-
Inparsa - Industrias e Participações, SGPS, S.A.	Maia	50.00%	33.52%	100.00%	51.17%
Lisedi – Urbanização e Edifícios, S.A.	Maia	50.00%	33.52%	100.00%	51.17%
LL Port Retail SGPS, S.A.	Vila Nova de Gaia	50.00%	33.52%	-	-
Sintra Retail Park - Parques Comerciais, S.A.	Maia	50.00%	33.52%	50.00%	25.58%
Sonae Enplanta, S.A.	São Paulo (Brazil)	50.00%	33.52%	50.00%	25.58%
Teleporto – Empreendimentos Imobiliários, S.A.	Maia	50.00%	33.52%	100.00%	51.17%
Unishopping Administradora, Lda	São Paulo (Brazil)	50.00%	33.52%	50.00%	25.58%
Viacatarina - Empreendimentos Imobiliários, S.A.	Maia	50.00%	33.52%	50.00%	25.58%

SonaeCom

Digimarket - Sistemas de Informação, S.A.	Maia	45.00%	35.63%	45.00%	35.63%
Investimento Directo - Sociedade Financeira de Corretagem, S.A.	Lisboa	55.00%	43.54%	55.00%	43.54%
Myplace - Conteúdos Imobiliários na Internet S.A.	Maia	66.67%	26.38%	50.00%	39.58%
Portais Verticais.com, S.G.P.S.,S.A.	Lisboa	50.00%	39.57%	50.00%	39.58%
VTL - Agência de Viagens, Turismo e Lazer Online, S.A.	Maia	75.00%	29.68%	100.00%	39.58%

Sonae Capital

ba - Fábrica de Vidros Barbosa & Almeida, S.A.	Porto	49.97%	49.97%	49.97%	49.97%
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- 1) Company acquired in the period;
2) Company excluded from the previous period due to immateriality;
3) Company sold in the period.

NOTE 4. COMPANIES NOT ACCOUNTED FOR AS ASSOCIATED UNDERTAKINGS

COMPANY	Legal Reason for Exclusion	Registered Office	% Capital Held			
			02.06.30		01.06.30	
			Direct	Total	Direct	Total
Sonae Indústria						
Deutsche Industrieholz GmbH	a)	Germany	55.00%	17.09%	-	-
Embalatges Faura, SL	a)	Barcelona (Spain)	21.04%	21.04%	23.44%	20.39%
Oko Zentrum NRW Gmbh & Co KG	a)	Hamm (Germany)	25.00%	22.03%	25.00%	21.33%
Promodeco - Projecto Imobiliário Decoração e Construção, Lda	a)	Maia	27.60%	26.12%	27.60%	26.12%
Serradora Boix	a)	Barcelona (Spain)	31.25%	28.05%	31.25%	27.19%
Stinnes Holz Gmbh	a)	Germany	35.25%	31.07%	35.25%	30.07%
Modelo Continente						
Sempre a Postos - Produtos Alimentares e Utilidades, Lda	a)	Lisboa	25.00%	18.74%	25.00%	17.53%
Sonae Imobiliária						
Centerstation - Imobiliária, S.A.	a)	Maia	50.00%	33.52%	-	-
Imogreece III, BV	a)	Netherlands	50.00%	33.52%	50.00%	25.58%
Micaelense Shopping - Empreedimentos Imobiliários, S.A.	a)	Ponta Delgada	50.00%	33.52%	-	-
SM – Empreendimentos Imobiliários (Cayman), Inc.	a)	Cayman Islands	50.00%	33.52%	50.00%	25.58%
Sóguia – Sociedade Imobiliária, S.A.	a)	Porto	50.00%	33.52%	50.00%	25.58%
Sonae - Charagionis Services, S.A.	a)	Athens (Greece)	50.00%	33.52%	50.00%	25.58%
Torre Colombo Ocidente – Imobiliária, S.A.	a)	Porto	50.00%	33.52%	50.00%	25.58%
Torre Colombo Oriente– Imobiliária, S.A.	a)	Porto	50.00%	33.52%	50.00%	25.58%
Unishopping Consultadoria, Lda	a)	São Paulo (Brazil)	50.00%	33.52%	49.00%	25.58%
Victoria Park Constructions, Real Estate and Development, S.A.	a)	Athens (Greece)	50.00%	33.52%	50.00%	25.58%
WXI - Grupo Lar Parque Principado, SL	a)	Madrid (Spain)	25.00%	16.76%	25.00%	12.79%
SonaeCom						
Global S - Centro Comercial Lda	a)	Matosinhos	24.97%	19.77%	24.97%	19.77%
Global S - Distribuição e Logística, Lda	a)	Matosinhos	25.05%	19.83%	25.05%	19.83%
1) Global S - Hipermercado, Lda	a)	Matosinhos	-	-	25.05%	19.83%
Global S - Marketing e Serviços, Lda	a)	Matosinhos	18.79%	14.87%	18.79%	14.87%
Global S - Tecnologias de Informação Lda	a)	Matosinhos	16.71%	13.62%	16.71%	13.62%
Global S, SGPS, S.A.	a)	Matosinhos	25.05%	19.83%	25.05%	19.83%
Globas S - Consultadoria Empresarial, Lda	a)	Matosinhos	25.05%	19.83%	25.05%	19.83%
Net Mall SGPS, S.A.	a)	Maia	50.00%	39.59%	50.00%	39.59%
Produções Digitais Online, S.A.	a)	Matosinhos	49.00%	38.79%	49.00%	38.79%
Situs - Exploração de Torres de Telecomunicações e Sites, S.A.	a)	Matosinhos	50.00%	18.13%	-	-
Unipress - Centro Gráfico, Lda	a)	Vila Nova de Gaia	40.00%	31.67%	40.00%	31.67%
Web.com, Software e Soluções Internet, S.A.	a)	Lisboa	100.00%	38.79%	-	-
Sonae Capital						
Andar - Sociedade Imobiliária, S.A.	a)	Maia	50.00%	50.00%	100.00%	72.65%
CarPlus – Comércio de Automóveis, S.A.	a)	Vila Nova de Gaia	50.00%	50.00%	50.00%	50.00%
Change Partners, S.A.	a)	Porto	25.00%	25.00%	25.00%	25.00%
Choice Car - Comércio de Automóveis, S.A.	a)	Porto	50.00%	50.00%	50.00%	50.00%
Choice Car SGPS, S.A.	a)	Maia	50.00%	50.00%	50.00%	50.00%
Europroject, S.A.	a)	Barcelona (Spain)	25.00%	25.00%	25.00%	25.00%
Finlog - Aluguer e Comércio de Automóveis, S.A.	a)	Matosinhos	50.00%	50.00%	50.00%	50.00%
Fun International Entertainment, S.A.	a)	Porto	50.00%	50.00%	50.00%	50.00%
Guerin – Rent a Car (Dois), Lda	a)	Lisboa	50.00%	50.00%	50.00%	50.00%
Holdingpar, SGPS, S.A.	a)	Porto	40.00%	40.00%	40.00%	40.00%
Infratroia - Empresa de Infraestruturas de Troia, E.N.	a)	Grandola	25.10%	25.10%	25.10%	25.10%

Interclean, S.A.	a)	Brazil	49.99%	12.77%	-	-
Lazam Corretora, Ltda	a)	Porto	45.00%	45.00%	-	-
Lidergraf - Artes Gráficas, Lda	a)	Vila de Conde	25.50%	25.50%	25.50%	25.50%
Luso Assistência - Gestão de Acidentes, S.A.	a)	Porto	50.00%	50.00%	-	-
NMB Vastgoed One Bv	a)	Netherlands	50.00%	50.00%	-	-
NMB Vastgoed Sun Bv	a)	Netherlands	50.00%	50.00%	-	-
Norscut - Concessionária de Scut Interior Norte, S.A.	a)	Lisboa	25.00%	25.00%	25.00%	25.00%
Perjovim – Imobiliária e Construções, S.A.	a)	Matosinhos	49.96%	49.96%	49.96%	49.96%
Portuguese Paradise INC	a)	Panamá	42.50%	42.50%	42.50%	42.50%
Roteiro - Prestação de Serviços de Turismo, S.A.	a)	Lisboa	50.00%	48.84%	50.00%	48.66%
Sociedade de Construções do Chile, S.A.	a)	Chile	50.00%	50.00%	-	-
Sodesa, S.A.	a)	Lisboa	50.00%	50.00%	-	-
Sonae Imobiliária Troia - B3, S.A.	a)	Grandola	20.00%	17.68%	20.00%	17.68%
Spel Serviços Auto, S.A.	a)	Maia	50.00%	50.00%	50.00%	50.00%
Star Transportes Angra do Heroísmo, S.A.	a)	Angra do Heroísmo	40.00%	40.00%	40.00%	40.00%
Star Transportes Internacionais Madeira, S.A.	a)	Funchal	40.00%	40.00%	40.00%	40.00%
TP - Sociedade Térmica, S.A.	a)	Porto	48.50%	48.50%	48.50%	48.50%
Outros						
Portucel – Empresa Produtora de Pasta e Papel, S.A.	b)	Lisboa	29.18%	14.59%	17.50%	17.50%

a) nº 1 of art. 4 of Decree-Law nr. 238/91 - not significant.

1) Company sold to Modelo Continente.

NOTE 6. OTHER RELATED UNDERTAKINGS

COMPANY	Registered Office	% Capital Held	
		02.06.30	01.06.30
Altitude Software BV	Netherlands	6.30%	4.06%
BPI, SGPS, S.A.	Porto	4.31%	4.29%
Construction Modulaire de l'Ouest S.A.R.L	Lisieux (France)	15.00%	15.00%
Despegar	Porto	5.90%	9.00%
Dispar – Distribuição de Participações, SGPS, S.A.	Lisboa	7.14%	7.14%
First Assur, S.A.	France	10.80%	10.00%
Idea Tradema – Betanzos, AIE	Spain	15.00%	15.00%
Insco – Insular de Hipermercados, S.A.	Ponta Delgada	10.00%	10.00%
Lusa - Agência de Notícias de Portugal, S.A.	Lisboa	1.38%	1.38%
Net, S.A.	Lisboa	2.26%	-
Operscut - Operação e Manutenção de Auto-estradas, S.A.	Lisboa	15.00%	-
Sear - Sociedade Europeia de Arroz, S.A.	Santiago do Cacém	15.00%	15.00%
SESI - Sociedade de Ensino Superior e Investigação, S.A.	Porto	9.75%	9.75%
Société Naturel de Bois Gabonais	Gabon	4.24%	4.24%
Spidouro – Soc. Prom. De Empresas e Inv. Do Douro e Trás-os-Montes, S.A.	Vila Real	8.30%	11.72%
Viverfoga	Madrid (Spain)	1.96%	1.96%

NOTE 7. EMPLOYEE INFORMATION

The average number of employees of the companies included in the consolidated financial statements was:

By activity:		By grade:	
Wood based panels	8,868	Directors and managers	4,295
Retailing	36,402	Technical	4,917
Real Estate	434	Administrative	5,168
Telecom	2,665	Operational	37,807
Other activities	3,818		
Total	52,187	Total	52,187

III - INFORMATION ON CONSOLIDATION PROCEDURES ADOPTED

NOTE 10. GOODWILL ARISING ON CONSOLIDATION

As mentioned in note 0.i) goodwill arising on consolidation was written-off against "Other Reserves". The net variance during the period can be shown as follows:

	02.06.30	01.12.31	euro Net variance
Initial positive goodwill	-31,807,821	-27,727,458	-4,080,363
Positive goodwill	1,045,666,925	983,392,155	62,274,770
Negative goodwill	95,522,313	93,663,822	1,858,491

The net variance in positive goodwill includes:

- 25,431,457 euro relating to the acquisition of 1.75% of SDB' share capital;
- 6,978,696 euro arising from acquisition of additional shares in Modelo Continente;
- 24,210,605 euro relating to the acquisition of Palmares and Consolimar.

NOTE 11. EXCEPTIONS TO CONSISTENCY OF ACCOUNTING PRINCIPLES

The accounting principle used as from 1 January 2001 for recording goodwill arising on consolidation (Note 0.h) above) is not in accordance with generally accepted accounting principles in Portugal which state that such goodwill must be shown as an intangible asset and be amortised on a straight line basis over the period estimated to recover related investments. Had the company applied this principle, intangible assets and shareholder's funds would be higher by 832,808,775 euro and amortization for the period would increase by 35,282,019 euro.

NOTE 14. COMPARABILITY OF FINANCIAL STATEMENTS

CHANGES TO THE CONSOLIDATION PERIMETER

The following companies were included on consolidation during the period:

- Full consolidation method

- a) Placage d'Okoumé du Gabon S.A.
- a) Société de Tranchage Isoroy S.A.S.
- a) Best Offer - Prestações de Informações pela Internet, S.A.
- b) Global S - Hipermercado, Lda
- a) Imoitallie II BV
- a) Imospain II, BV
- a) Imospain VIII, BV
- a) Transalproject 2000, SRL
- a) Bikini, Portal de Mulheres, S.A.
- a) Douro - Centro de Produções Artísticas, Lda
- a) Fun Online - Actividades Lúdicas, S.A.
- a) Miauger - Organização e Gestão de Leilões Electrónicos, S.A.
- a) Move On SGPS, S.A.
- a) Santo Bosque - Espaço de Entretenimento Lda
- a) XS - Comunicação, Informação e Lazer, S.A.
- b) Consolimar - Urbanizadora Internacional, S.A.
- a) Equador - Agência de Viagens e Turismo, S.A.
- a) Equador & Burnay, Lda
- a) Equador & Mendes, Lda
- a) Nova Equador Internacional, Agência de Viagens e Turismo, Lda
- b) Palmares - Companhia de Empreendimentos Turísticos de Lagos, S.A.
- a) Santos Taborda & Carvalho, Sociedade Unipessoal, Lda
- a) Proyecto Shopping 2001, S.A.
- a) Companies excluded in 2001;
- b) Companies acquired during the period.

During the period ended 30 June 2002 the following companies were excluded from consolidation:

- Portucel Viana Energia – Empresa de Cogeração Energética, S.A. was sold;
- Expedis - Logística Integrada, S.A. was sold.

NOTE 18. ACCOUNTING FOR ASSOCIATED UNDERTAKINGS

The companies included in the consolidated financial statements have accounted for their holdings in associated undertakings in accordance with paragraph a), item 5.4.3.1. of Appendix 2 to the Portuguese Chart of Accounts (at purchase cost). However, in the cases set out in Note 3., consolidation adjustments were made to account for these undertakings as associated companies (by the equity method), in accordance with nr. 13.6.1 of the rules for consolidation.

IV - INFORMATION IN RELATION TO FINANCIAL COMMITMENTS

NOTE 22. RESPONSIBILITIES FOR GUARANTEES GIVEN

At 30 June 2002, the responsibilities for guarantees given by the companies included in the consolidation can be analysed as follows:

	euro
Guarantees (1)	723,080,555
Securities deposited	27,937,975
Mortgages and charges	381,349,225
Pledges and floating charges	9,014,247
Others	307,442,482

(1) Includes 21,348,372 euro due to a legal process contesting the additional payment of Income Taxation. No provision was made because no estimated loss is expected to arise.

In addition, shares representing 30.53% of the share capital of Modelo Continente, SGPS, S.A. were pledged to the Santander Group as part of the transaction described in Note 61. below.

IV - INFORMATION REGARDING ACCOUNTING POLICIES

NOTE 23. VALUATION METHODS

See Note 0 - Principal Accounting Policies

NOTE 24 - EXCHANGE RATES USED TO CONVERT TO EURO

The exchange rates used to convert the consolidated financial statements of foreign related undertakings to Euro were:

	Rate at	
	02.06.30	Average rate
Pound Sterling	1.53893	1.60981
Brazilian Real	0.35513	0.46002
South African Rand	0.09705	0.10152
Canadian Dollar	0.67930	0.70825

V - OTHER INFORMATION ON SPECIFIC ITEMS

NOTE 25. START-UP, RESEARCH AND DEVELOPMENT COSTS

The following were the main projects undertaken during the period ended in 30 June 2002 for which costs were capitalised:

Company	Project	euro
Sonae Distribuição Brasil, S.A.	New stores opened	1,931,082
	Store renovation costs	3,421,106

NOTE 27. DETAILS OF FIXED ASSETS

Movements in consolidated fixed assets and in depreciation and provisions during the period ended in 30 June 2002 can be summarised as follows:

GROSS COST OR VALUATION						euro
Items	At 1 January 2002	New Companies	Expenditure	Disposals	Transfers and Adjustments c)	At 30 June 2002
Intangible assets:						
Start-up costs	377,874,064	8,633,545	8,879,498	11,899,371	-45,261,354	338,226,382
Research and development costs	69,635,215	239,633	476,082	1,128,234	4,815,999	74,038,695
Patents and other similar rights	17,626,952	1,641,058	90,119	10,650	143,695	19,491,174
Premiums paid for property occupation rights	12,613,314	1,265,643	1,011,204		2	14,890,163
b) In progress	146,737,202	4,435	18,847,162	10,912	-17,194,175	148,383,712
	624,486,747	11,784,314	29,304,065	13,049,167	-57,495,833	595,030,126
Tangible Assets:						
Land	421,580,750	2,018,845	3,371,491	144,894	-914,228	425,911,964
Buildings	1,681,622,185	5,485,144	17,674,217	3,311,040	160,282,979	1,861,753,485
Plant and machinery	2,738,815,517	10,352,281	22,347,321	6,589,253	238,134,470	3,003,060,336
Vehicles	50,815,348	174,336	907,197	1,916,482	-2,512,686	47,467,713
Tools	10,593,453	12,552	168,968	5,081	-6,916	10,762,976
Fixtures and fittings	337,405,215	711,502	9,699,082	2,988,273	38,414,224	383,241,750
Containers	273,720				-1	273,719
Others	52,017,562	719	1,095,773	314,545	-4,706,746	48,092,763
b) In construction	718,012,320	6,647,744	162,884,931	2,866,559	-650,263,000	234,415,436
Advances	46,113,290	25,396	7,313,545	375,820	-17,759,021	35,317,390
	6,057,249,360	25,428,519	225,462,525	18,511,947	-239,330,925	6,050,297,532
Investments:						
a) Shares in related (including associated) undertakings	198,061,765		8,318,406	135,535	-11,352,324	194,892,312
Loans to related (included associated) undertakings	104,027,722		28,784,125	17,020,737	-31,930,750	83,860,360
Shares in other undertakings	253,258,187				-5,328,907	247,929,280
Other investments other than loans	90,887,368		9,711,323	182,939	-22,586,186	77,829,566
Loans to other undertakings	762,170		99		-138,096	624,173
In progress	17,556		598,798			616,354
Advances	13,303,161		102,312	138,554	-11,434,622	1,832,297
	660,317,929		47,515,061	17,477,765	-82,770,885	607,584,342

a) Shares in related (including associated) undertakings include 8,007,031 euro as a result of accounting for associated undertakings using the equity method;

b) The more significant amounts included in fixed assets in construction are as follows:

Intangible and tangible assets - in construction

	euro
New MDF line project (France)	7,013,058
Olivo project in Linares	20,709,389
Fortuna del Piero project	32,099,895
Plaza Mayor project	8,537,552
New hypermarkets	28,896,856
UMTS Licence	99,759,579
Deployment of mobile network	50,384,492
Troia project	14,965,974
Information systems	13,871,231
	276,238,026

d) Includes -282,665,867 euro relating to exchange differences arising from the translation of opening investments in foreign affiliated undertakings.

Accumulated depreciation and provisions:

						euro
Items	At 1 January 2002	New Companies	Charge for the year	Disposals	Adjustments a)	At 30 June 2002
Intangible Assets:						
Start-up costs	167,789,518	1,406,737	29,530,432	11,672,709	-22,200,578	164,853,400
Research and development costs	31,481,585	157,748	5,967,171	1,042,984	-91,289	36,472,231
Patents and other similar rights	9,283,903	176,677	1,123,817	7,865	45,514	10,622,046
Premiums paid for property occupation rights	5,931,336		788,092		-140,463	6,578,965
	<u>214,486,342</u>	<u>1,741,162</u>	<u>37,409,512</u>	<u>12,723,558</u>	<u>-22,386,816</u>	<u>218,526,642</u>
Tangible assets:						
Land	2,790,621		89,753		-246,128	2,634,246
Buildings	265,466,625	657,215	24,315,345	105,230	-1,578,895	288,755,060
Plant and machinery	1,123,579,776	1,636,113	100,897,120	3,591,117	-29,322,259	1,193,199,633
Vehicles	39,815,257	146,353	2,465,183	1,383,562	-2,383,774	38,659,457
Tools	7,714,180	10,708	711,349	3,271	-356,484	8,076,482
Fixtures and fittings	122,317,964	210,677	17,094,083	196,455	-6,173,623	133,252,646
Containers	260,169		4,563		40	264,772
Others	28,119,423	432	2,853,451	50,983	-424,823	30,497,500
	<u>1,590,064,015</u>	<u>2,661,498</u>	<u>148,430,847</u>	<u>5,330,618</u>	<u>-40,485,946</u>	<u>1,695,339,796</u>
Investments						
Shares in related (including associated) undertakings	57,619,953		1,821,264	4,584,264	3,187,801	58,044,754
Loans to related (including associated) undertakings	15,413,661		3,952,399		-3,535,859	15,830,201
Other financial assets	275,861					275,861
	<u>73,309,475</u>		<u>5,773,663</u>	<u>4,584,264</u>	<u>-348,058</u>	<u>74,150,816</u>

a) Includes -51,006,172 euro relating to exchange differences arising from the translation of opening investments in foreign affiliated undertakings.

NOTE 28. INTEREST PAYABLE CAPITALISED DURING THE PERIOD

Interest payable relating to financing of fixed assets in construction capitalised during the period totalled 7,502,020 euro

NOTE 33. AMOUNTS OWING REPAYABLE AFTER MORE THAN FIVE YEARS

The consolidated balance sheet includes 377,160,418 euro of amounts owing repayable after more than five years.

NOTE 34. AMOUNTS OWING TO THIRD PARTIES COVERED BY GUARANTEES

At 30 June 2002 the amounts covered by guarantees given by companies included on consolidation were as follows:

	euro
Pledges and floating charges	375,278,960
Mortgages and charges	323,514,122

NOTE 36. TURNOVER ANALYSIS BY ACTIVITY AND MARKET

	euro	
	02.06.30	01.06.30
a) By activity:		
Wood based panels	759,455,267	771,677,393
Retailing	1,729,291,317	1,760,780,141
Real estate	112,520,910	122,131,791
Telecom	365,211,745	314,847,028
Sonae Capital	110,605,277	91,592,629
Others	7,124,118	120,955
Total	3,084,208,634	3,061,149,937
b) By market:		
Portugal	1,760,436,725	1,646,462,031
Spain	144,155,340	137,808,452
France	114,541,317	135,770,344
Germany	120,943,778	127,439,108
United Kingdom	60,882,623	58,540,732
South America	659,675,219	748,126,800
Canada	27,822,686	29,699,457
Others	195,750,946	177,303,013
Total	3,084,208,634	3,061,149,937

NOTE 38. DEFERRED TAXATION

At 30 June 2002 and 2001, details of deferred tax assets and liabilities may be shown as follows, split between the different types of temporary differences:

	euro			
	Deferred Tax Assets		Deferred Tax Liabilities	
	02.06.30	01.06.30	02.06.30	01.06.30
Fixed assets revaluations			27,471,294	16,582,551
Reinvested gains on disposals of fixed assets			5,029,206	2,457,900
Losses carried forward	148,862,126	96,536,382		
Depreciation disallowed for tax purposes			99,414	109,988
Harmonisation adjustments			67,715,498	53,589,387
Other	594,874	70,997	4,093,085	3,687,809
	149,457,000	96,607,379	104,408,497	76,427,635

Movements in deferred taxes during the half year ended 30 June 2002 and 2001 were as follows:

	euro			
	Deferred Tax Assets		Deferred Tax Liabilities	
	02.06.30	01.06.30	02.06.30	01.06.30
Balance as at 1 January	125,648,835	74,795,669	78,483,129	66,445,450
Credits / (charges) to the profit and loss account:				
Depreciation arising from fixed assets revaluations			-276,898	-163,042
Depreciation arising from reinvested gains on disposals of fixed assets			-44,564	-13,172
Losses carried forward	30,063,115	22,909,904		
Harmonisation adjustments			11,246,435	11,036,921
Other	596,646		255,797	984,946
	30,659,761	22,909,904	11,180,770	11,845,653
Credits / (charges) to retained earnings:				
Reinvested gains on disposals of fixed assets			3,119,892	-2,675,428
Fixed assets revaluations			12,259,830	-161,297
Exchange differences	-8,876,993	70,996	-1,183,844	1,039,230
Losses carried forward	2,164,870			
Other	-139,473	-1,169,190	548,720	-65,973
	-6,851,596	-1,098,194	14,744,598	-1,863,468
Balance as at 30 June	149,457,000	96,607,379	104,408,497	76,427,635

Under Portuguese Accounting Principles, 2002 is the first year in which it is mandatory to account for deferred taxes. The company was already recording deferred taxes in previous years in accordance with International Accounting Standards.

The Company and its affiliated undertakings are committed under tax legislation to reinvest amounts resulting from sales of investments in prior years. As in previous years, it is the intention of the Boards of Directors of the Company and its affiliated undertakings to acquire investments or increase the share capital of affiliated companies with the objective of being exempt from capital gains tax. As a result, existing capital gains generated in previous years (including intercompany gains eliminated on consolidation) open for re-investment have not been included in taxable income for 2000, 2001 and 30 June 2002.

NOTE 39. REMUNERATION OF THE MEMBERS OF THE BOARD OF DIRECTORS OF THE HOLDING COMPANY

	euro
Board of Directors	336,227

NOTE 41. REVALUATIONS OF TANGIBLE FIXED ASSETS

Tangible fixed assets held by the various companies included on consolidation were revalued in previous years as allowed by Decree Laws nrs 430/78, of 27 December, 219/82, of 2 June, 278/85, of 17 July, 118/86, of 27 May, 111/88, of 2 April, 49/91, of 25 January, 264/92, of 24 November and 31/98, of 11 February. Assets acquired recently at fair value have not been revalued.

In prior years, market valuations of real estate assets in four affiliated companies were recorded, which were based on reports of independent valuers, due to the materiality of differences between cost of acquisition and related market value at the time of approval of respective real estate development projects (Note 42).

NOTE 42. REVALUATIONS

The effect of the revaluations of tangible fixed assets can be summarised as follows:

			euro
Items	Historical cost	Revaluations	Accounts Value
	a)	a) b) c)	a)
Tangible assets:			
Land	330,774,124	92,503,594	423,277,718
Buildings	1,448,998,162	124,000,263	1,572,998,425
Plant and machinery	1,799,888,689	9,972,014	1,809,860,703
Vehicles	8,492,052	316,204	8,808,256
Tools	2,682,056	4,438	2,686,494
Fixtures and fittings	249,891,156	97,948	249,989,104
Containers	8,939	8	8,947
Others	17,441,354	153,909	17,595,263
	3,858,176,532	227,048,378	4,085,224,910

a) Net of depreciation;

b) Includes all revaluations to date;

c) Includes the effect of market valuations referred to in paragraph b) in the amount of 138,729,949 euro.

NOTE 44. ANALYSIS OF NET FINANCIAL CHARGES

	euro	
Charges	02.06.30	01.06.30
Interest expense	116,327,203	96,489,597
Provisions for short term investments	3,952,399	
Exchange losses	21,619,656	4,884,972
Payment discounts given	4,371,861	3,980,104
Loss on disposal of short term investments		10,320
Depreciation of property investments		51,308
a) Other financial charges	30,475,277	27,218,741
Net financial charges	-121,431,902	-82,922,793
	55,314,494	49,712,249
<hr/>		
Income	02.06.30	01.06.30
Interest income	11,091,673	16,684,635
Freehold property income	1,590	1,908
Dividends received	11,676,257	9,696,907
Exchange gains	5,653,562	7,636,927
Payment discounts received	14,693,466	14,064,782
Gain on disposal of short term investments	4,192,119	42,326
Other financial income	8,005,827	1,584,764
	55,314,494	49,712,249

a) Includes mainly costs incurred with automatic payment systems;

NOTE 45. ANALYSIS OF EXTRAORDINARY ITEMS

	euro	
Charges	02.06.30	01.06.30
Donations	958,644	1,012,868
Doubtful debts written off	2,719,490	3,747,006
Abnormal stock losses	1,852,531	3,007,480
Loss on the sale of fixed assets	10,806,721	2,649,060
Fines and penalties paid	1,356,965	582,924
Exceptional depreciation and provisions	3,107,153	10,951,813
Charges relating to prior years	13,305,041	4,198,485
Others	30,467,562	18,913,644
Net extraordinary gains	-4,186,656	39,782,196
	60,387,451	84,845,476
<hr/>		
Income	02.06.30	01.06.30
Taxes refunded	103,350	49,366
Collection of doubtful debts written off	289,461	10,811
Abnormal stock gains	430,564	1,110,796
Gain on the sale of fixed assets	9,068,551	50,237,427
Contractual penalties received	300,284	230,227
Write back of provisions and depreciation	19,228,259	14,474,658
Gains relating to prior years	7,135,394	3,761,950
Others	23,831,588	14,970,241
	60,387,451	84,845,476

NOTE 46. ANALYSIS OF PROVISIONS AS OF 30 JUNE 2002 AND MOVEMENT DURING THE PERIOD

The accumulated provisions at 30 June 2002 and movements during the period are as follows:

	euro			
Provisions	At 1 January 2002	Provisions created	Provisions written back	At 30 June 2002
Provisions for short term investments	59,427	89,366	154	148,639
Provisions for doubtful debts	100,838,324	18,058,417	6,229,122	112,667,619
Provisions for other risks and charges	105,777,030	5,478,554	13,463,647	97,791,937
Provisions for stock obsolescence	17,712,033	9,156,599	8,595,149	18,273,483
Provisions for fixed asset investments	73,309,475	6,372,404	5,531,063	74,150,816
	297,696,289	39,155,340	33,819,135	303,032,494

NOTE 50. SEGMENT REPORTING

The contributions of the main segments to the profit and loss account are as follows:

	euro						
	Wood Based Panels	Retailing	Real Estate	Telecom	Sonae Capital	Others	Consolidated
Sales and Services rendered	759,455,267	1,729,291,317	112,520,910	365,211,745	110,605,277	7,124,118	3,084,208,634
Operating profit	13,333,763	64,356,826	23,175,296	-28,525,188	-4,630,491	-8,498,267	59,211,939
Net Financial charges	-47,665,443	-38,285,472	-17,428,431	-15,623,267	-6,070,018	3,640,729	-121,431,902
Profit/(Loss) on ordinary activities	-34,331,680	26,071,354	5,746,865	-44,148,455	-10,700,509	-4,857,538	-62,219,963
Net Extraordinary gains/(losses)	13,319,457	-10,818,980	1,792,312	-9,634,368	-784,734	1,939,657	-4,186,656
Gains/(Losses) in associated undertakings	-920,145	550,079	3,189,731	-707,951	1,566,921		3,678,635
Profit before income tax	-21,932,368	15,802,453	10,728,908	-54,490,774	-9,918,322	-2,917,881	-62,727,984
Profit before minority interests	-31,996,115	22,917,538	8,902,883	-49,516,932	-10,980,479	-2,365,478	-63,038,583
Operating Cash-Flow (EBITDA)	90,321,192	121,811,519	34,022,784	36,880,499	215,826	-6,423,062	276,828,758

The contributions of the main segments to the consolidated Balance Sheet are as follows:

	euro						
	Wood Based Panels	Retailing	Real Estate	Telecom	Sonae Capital	Others	Consolidated
Fixed assets							
Intangible	48,612,161	129,511,444	5,732,436	176,914,405	11,761,696	3,971,342	376,503,484
Tangible	1,589,683,703	1,158,766,804	671,678,543	670,552,102	224,936,601	39,339,983	4,354,957,736
Investments	25,765,142	22,478,502	69,120,296	20,713,968	88,301,958	307,053,660	533,433,526
Stocks	233,801,104	374,991,783	21,163	22,735,047	88,879,242	2,331,571	722,759,910
Others	535,268,694	490,454,229	305,135,285	532,490,073	172,198,253	32,386,646	2,067,933,180
Total Assets	2,433,130,804	2,176,202,762	1,051,687,723	1,423,405,595	586,077,750	385,083,202	8,055,587,836
Liabilities							
Long-term	630,921,282	863,166,957	480,657,588	336,688,197	64,401,757	888,844,584	3,264,680,365
Short-term	623,205,197	793,203,578	166,135,763	440,397,267	169,585,855	408,971,236	2,601,498,896
Other liabilities	242,967,898	112,735,681	158,174,732	146,505,403	48,841,625	6,615,552	715,840,891
Total liabilities	1,497,094,377	1,769,106,216	804,968,083	923,590,867	282,829,237	1,304,431,373	6,582,020,153
Total Debt	817,052,865	1,073,447,655	551,966,170	570,032,924	118,160,285	920,595,478	4,051,255,377
Net Debt	756,282,338	860,451,784	332,540,775	567,368,571	100,333,655	911,083,494	3,528,060,617

a) Net Debt in "Others" is made up as follows:

Others	euro
Bank debt	920,595,478
Cash and equivalents	-9,511,984
	911,083,494
Short term loans obtained SonaeCom	23,985,000
Loans granted	
Sonae Indústria	413,696,294
Modelo Continente	109,850,000
Turismo	50,332,180
Sonae Capital	157,543,359
Others	26,922
	731,448,755

"Others" include mainly Sonae SGPS, Sonae Investments BV and SPDF, SGPS.

NOTE 51 - RECONCILIATION OF CONSOLIDATED NET PROFIT

	euro	
	02.06.30	01.06.30
Aggregate net profit	-138,549,202	-8,120,589
Harmonisation adjustments (a)	135,811,980	98,651,034
Elimination of intragroup dividends	-85,309,131	-88,920,676
Elimination of intragroup capital gains and losses	23,571,937	2,732,553
Consolidation adjustments to gains/(losses) on sales of investments	-2,811,483	10,066,844
Others	4,247,316	-263,406
Consolidated net profit for the year before minority interests	-63,038,583	14,145,760

(a) Includes 55,751,786 euro relating to harmonisation of depreciation policies referred to in note 0.f).

NOTE 52. ACCRUALS AND DEFERRALS

1) Accrued income

Includes:

	euro	
	02.06.30	01.06.30
Deferred tax assets	149,457,000	96,607,379
Discounts receivable from suppliers	9,242,993	18,852,266
Invoices to be issued (a)	84,372,580	100,239,302
Contracts relating to assets under construction	1,869,908	16,191,516
Other revenues	32,546,268	32,203,114
	277,488,749	264,093,577

(a) Main amounts result from invoices issued by the Telecommunications business.

2) Deferred charges

Includes:

	euro	
	02.06.30	01.06.30
Customer acquisition costs (a)		
Handsets	88,727,577	99,073,969
Publicity	48,725,172	42,603,158
Commissions	68,002,955	58,654,678
Others	105,371,381	90,871,980
	310,827,085	291,203,785

(a) Customer acquisition costs of the Telecommunications business are written back to the profit and loss account using the declining balance method according to estimated customers retention rates.

3) Accruals

Includes:

	euro	
	02.06.30	01.06.30
Holiday pay and bonuses	100,107,404	104,416,444
Deferred tax liabilities	104,408,497	76,427,635
Discounts payable to trade debtors	12,939,544	17,007,654
Interest payable	27,592,672	17,921,147
Commissions	11,500,244	13,579,424
Invoices to be issued (a)	54,623,148	80,483,590
Others	119,378,068	61,563,452
	<u>430,549,577</u>	<u>371,399,346</u>

(a) Main amounts correspond to invoices to be issued by the Telecommunications business.

4) Deferred income

Includes:

	euro	
	02.06.30	01.06.30
Investment subsidies	65,188,824	30,436,625
Key money received from tenants	36,780,015	37,436,020
Deferred clients revenues	26,209,197	21,859,917
Others	59,321,342	30,018,213
	<u>187,499,378</u>	<u>119,750,775</u>

NOTE 53. OTHER DEBTORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

This caption includes the following:

	euro	
	02.06.30	01.06.30
Suppliers - debit balances	23,302,110	24,149,496
Credit sales to third parties	19,465,409	51,564,942
Investment subsidies	7,832,833	-
Current accounts - factoring	12,667,525	12,485,602

NOTE 54. OTHER CREDITORS

1) Amounts falling due within one year

This caption includes:

	euro	
	02.06.30	01.06.30
Subscribers of capital	15,715,940	219,165,860
Current accounts - Factoring	59,643,410	73,750,000

2) Amounts falling due after more than one year

a) Includes 31,916,393 euro of tax credits relating to an increase in the taxes of an affiliated company in Brazil which has been contested in a legal process. This process was subject to a legal deposit which amounts to 33,953,301 euro and it is recorded under "Other debtors – amounts falling due after more than one year".

b) Includes the net present value of the price paid by the Santander Group for the shares representing 19.95% of the share capital of Modelo Continente, SGPS, S.A. in accordance with the terms of the purchase option agreement mentioned in Note 61. below.

NOTE 55. BONDS

Bonds outstanding can be summarised as:

MODELO CONTINENTE / 95 amounting to 149,700,000 euro, repayable after 8 years, at par value, in two equal instalments on the 14 th and 16 th coupons, on 30 October 2002 and 30 October 2003. The interest rate equals Lisbor plus 0.25% rounded up to the 1/16 of one percent between the 2nd to the 10 th coupons and plus 0.35% between the 11 th to the 16 th coupons; A partial redemption of 82,272,879 euro was made on the 10 th coupon. Consequently, bonds outstanding at 30 June 2002 amount to 67,427,121 euro;

MODELO CONTINENTE / 99 with warrants amounting to 25,000,000 euro, repayable in full after 5 years, on the due date (30 June 2004). The warrants subscription rights occurred in the year 2000 between 15 November and 15 December. As a result warrant holders subscribed 6,425 shares owned by the Company. The ones that were not exercised expired;

SONAE INDÚSTRIA / 98 amounting to 21,029,170 euro (net of partial redemptions made in previous years), repayable in full in March 2003. The interest rate equals Lisbor less 5 percentage points for the first 6 coupons and Lisbor plus 0.45 percentage points for the remaining coupons, notwithstanding that the interest rate cannot be less than 0%. Each bond gives right to a stock purchase warrant for 4 shares of Sonae Indústria, at 9.6 euro per share, exercisable in the months of May and November of each year following the maturity of the first coupon and up to the maturity of the sixth coupon;

INPARSA / 98 amounting to 49,879,790 euro, repayable in full in January 2004. The interest rate equals Lisbor less 5 percentage points for the first six coupons, and Lisbor plus 0.35 percentage points for the remaining coupons, notwithstanding that the interest rate cannot be less than 0%. Each bond gives right to a stock purchase warrant (warrant A) for 2 shares of Inparsa, at 7.48 euro per share, exercisable up to the end of the second year and another stock purchase warrant (warrant B) for 2 shares Inparsa, at 7.48 euro per share, exercisable up to the end of the third year. During 1999, the company has anticipated the exercise of warrants A and B;

SONAE / 97 amounting to 149,639,369 euro repayable after 10 years, at par value, in two equal instalments on the 18 th and 20 th coupons. Interest rate equals Lisbor plus 0.17% from the 1st to the 14th coupon and Lisbor plus 0.22% from the 15th to the 20th coupons;

SONAE IMOBILIÁRIA / 98 amounting to 39,903,832 euro repayable in full after 7 years, at par value, on the date of maturity of the last coupon. Earning interest at annual interest rate equal to Lisbor plus 0.25%;

SONAE IMOBILIÁRIA / 99 amounting to 50,000,000 euro repayable in full in December 2006. Earning interest at an interest rate equal to Euribor 6 months plus 0.5% from the 1st to the 10th coupon and Euribor 6 months plus 0.55% from the 11th to the 14th coupon;

TAFISA / 98 amounting to 30,050,605 euro repayable in full in 2004. Earning interest at an annual interest rate equal to Mibor plus 0.75%;

Bonds totalling 440,411,855 euro are included in the financial statements based on their full lives, although prior call/put options exist. In the case of early repayment, it is considered that the borrowing could be refinanced on a similar basis and the borrowing structure maintained.

NOTE 56. BANK LOANS - AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

This caption includes:

A bank loan of 200,000,000 euro, repayable in 2004, bearing interest payable half yearly at normal market rates obtained by a subsidiary of Modelo Continente from a syndicate of banks;

A bank loan of 400,000,000 euro, repayable in 2006, bearing interest payable half yearly at normal market rates obtained by a subsidiary of Modelo Continente from a syndicate of banks;

A bank loan of 161,225,896 reais (57,256,163 euro) from BNDES, repayable in 2005, bearing interest payable half yearly at normal market rates, obtained by a subsidiary in Brazil of Modelo Continente;

A bank loan of 64,843,727 euro repayable in twenty five years in 23 instalments, starting in 2004, bearing annual interest at normal market rates, obtained by a subsidiary of Sonae Imobiliária;

A bank loan of 49,879,890 euro, of which 29,754,552 euro has been drawn up to 31 December of 2002, obtained by a subsidiary of Sonae Imobiliária. Credit facility contracts in the amount of 67,360,856 euro, repayable as from 2009, have also been entered into;

A bank loan of 122,856,000 euro, contracted by an affiliate of Sonae Imobiliária, of which 100,000,000 euro had been used as at 30 June 2002. The loan will be repaid in consecutive annual amounts with the first repayment in 2005 and the last in 2028;

In 1999 several Sonae Indústria's affiliated companies negotiated a revolving syndicated loan amounting up to 400,000 thousand euro. The loan will be reduced to 300,000 thousand euro on 20 December 2002, 100,000 thousand euro on 20 December 2004, and is repayable in full on 20 December 2006;

On 30 July 1999 Optimus negotiated, with a syndicate of banks, a financing agreement amounting to 400,000 thousand euro, repayable in 9.5 years, of which 63,311,800 euro are repayable in the short term. The loan is repayable in thirteen half yearly increasing instalments, starting on 15 December 2002;

A bank loan of 50,000,000 euro, repayable in half year instalments from 15 December 2003 to 15 June 2011, bearing interest at normal market rates, obtained by Sonae SGPS;

A bank loan of 99,000,000 euro obtained by a subsidiary of Sonae SGPS in 2001. The loan is repayable in two years and bears interest at normal market rates;

Bank loans of 63,932,000 euro, repayable in 2004, obtained by a subsidiary of Sonae SGPS from a syndicate of banks in 2001. The loan bears interest at normal market rates and is repayable in twenty quarterly instalments with a two year grace period.

NOTE 57. OTHER BANK LOANS

This caption includes a financing agreement with an external entity which bears interest at market rates and is repayable in 2005.

NOTE 58. TAXES RECOVERABLE

- 1) Amounts falling due within one year

This caption includes 11,133,171 euro relating to VAT paid on purchases of land and buildings, which will be recoverable if the company renounces VAT exemption and this is accepted.

- 2) Amounts falling due after more than one year

This caption includes credits to be recovered in the future from the Brazilian Tax Authorities.

NOTE 59. TAX CONTINGENCIES

A Brazilian affiliated undertaking has tax contingencies amounting to approximately 20,286,429 euro; a mortgage has been set up in order to guarantee those contingencies.

NOTE 60. PENSIONS

Glunz AG and Gescartão have defined benefit pension plans. The pensions liability is calculated in accordance with International Accounting Standard 19, based on actuarial studies made by independent entities. In the case of Glunz AG, provisions have been set up in previous years which are adjusted annually to cover the full amount of the liability. Gescartão has set up a pension fund to which contributions have been made annually, which covers most of the liability.

NOTE 61 – SHARE REPURCHASE OPTION

On 9 May 2002, the company sold shares representing 19.95% of the share capital of its affiliated undertaking Modelo Continente, SGPS, S.A. to Banco Santander Central Hispano and related companies (the Santander Group). This sale was part of agreements entered into with the Santander Group on 8 February 2002 to launch a tender offer for the whole of the share capital of that affiliated undertaking not yet owned by the company, and the sales price per share was the offer price (1.85 euro).

At the same time agreements with the Santander Group were signed, giving the company an option to repurchase the shares mentioned in the previous paragraph (open for 4 years) and the Santander Group an option to sell them (open between the end of the 3rd year up to the end of the 4th year). The share prices in these options are determined in the agreements and are indexed to the sales price and to financial variables.

Under these terms, generally accepted accounting principles establish that those shares must be maintained in Sonae, SGPS, S.A.'s assets, as a result of the existence of the share repurchase option which determines that control over those shares was maintained, in spite of all right and responsibilities having been legally transferred to the acquirer (the Santander Group). A liability has been recognised corresponding to the amount payable to the Santander Group if and when the share repurchase option is actioned.

MAGALHÃES, NEVES E ASSOCIADOS

SOCIEDADE DE REVISORES OFICIAIS DE CONTAS

INSCRIÇÃO N.º 95

REGISTO NA CMVM n.º 223

NIPC 502 558 610

LIMITED REVIEW REPORT ISSUED BY AN AUDITOR REGISTERED

WITH THE CMVM (LOCAL SECURITIES REGULATOR)

ON THE HALF YEAR CONSOLIDATED FINANCIAL STATEMENTS

(Translation of a report originally issued in Portuguese)

(Amounts expressed in Euros - €)

Introduction

1. In compliance with Article 246 of the Securities Market Code, we hereby present our Limited Review Report on the consolidated financial statements of Sonae, SGPS, S.A. and its subsidiaries ("Sonae Group") for the half year ended 30 June 2002 which comprise the Report of the Board of Directors, the consolidated Balance Sheet (that reflects a total of € 8,055,587,836 and a shareholders' equity of € 653,180,980, including a net loss of € 51,585,423), the consolidated Statement of Profit and Loss for the half-year then ended and the related notes.
2. The amounts in the financial statements, as well as the additional financial information, are in accordance with the accounting records of the Company and its subsidiaries.

Responsibilities

3. The Company's Board of Directors is responsible for: (i) the preparation of consolidated financial statements that present a true and fair view of the financial position of the companies included in the consolidation and the consolidated results of their operations; (ii) the preparation of historical financial information in accordance with generally accepted accounting principles and that is complete, true, timely, clear, objective and licit, as required by the Securities Market Code; (iii) the adoption of adequate accounting policies and criteria; (iv) the maintenance of an appropriate internal control systems; and (v) informing any significant facts that have influenced their operations, financial position or results.
4. Our responsibility is to examine the financial information contained in the above mentioned consolidated financial statements, including verification that, in all material respects, the information is complete, true, timely, clear, objective and licit, as required by the Securities Market Code, and issuing a moderate assurance, professional and independent report on those consolidated financial statements, based on our work.

Scope

5. The purpose of our work was to obtain moderate assurance as to whether the above mentioned consolidated financial statements are free of material misstatement. Our work was performed in accordance with the Technical Standards issued by the Portuguese Institute of Statutory Auditors, was planned in accordance with that objective, and consisted essentially of enquiries and analytical procedures with the objective of reviewing: (i) the reliability of the assertions included in the consolidated financial statements; (ii) the adequacy of the accounting principles used, taking into consideration the circumstances and the consistency of their application; (iii) the applicability, or not, of the going concern concept; (iv) the presentation of the consolidated financial statements; and (v) whether, in all material respects, the consolidated financial statements are complete, true, timely, clear, objective and licit as required by the Securities Market Code.

6. Our work also included verifying that the consolidated financial information included in the Report of the Board of Directors is consistent with the other above mentioned consolidated financial statements .
7. We believe that our work provides a reasonable basis for issuing the present limited review report on the half-year consolidated financial statements.

Qualification

8. Up to 31 December 2000 the Sonae Group recorded goodwill arising on the acquisition of investments in group and associated companies under the caption Intangible Assets, and amortised it over the period estimated to recover the investments. In the beginning of 2001, the Sonae Group decided to change this accounting policy and write off goodwill against Other Reserves, including the net book value of goodwill at 31 December 2000. The accounting policy currently adopted is not in accordance with the generally accepted accounting principles in Portugal, and had the Sonae Group maintained the accounting policy and amortisation periods adopted until 31 December 2000, assets and shareholders' equity as of 30 June 2002 would increase by € 693,134,571 and the consolidated net loss for the period then ended would increase by € 31,232,391, corresponding to amortisation of goodwill for the half-year ended 30 June 2002.

Opinion

9. Based on our work, which was performed with the objective of obtaining moderate assurance, except for the effect of the matter referred to in paragraph 8 above, nothing came to our attention that leads us to believe that the consolidated financial statements for the half-year ended 30 June 2002 are not exempt from material misstatement that affects their conformity with generally accepted accounting principles and that, in terms of the definitions included in the Technical Standards referred to in paragraph 5 above, are not complete, true, timely, clear, objective and licit.

Emphases

10. The Sonae Group has recorded deferred tax assets of € 102,354,000 (of which € 9,710,833 recorded as income in the half-year ended 30 June 2002), relating to tax losses carried forward by some subsidiaries of Sonae Indústria, S.G.P.S, S.A., located mainly in France, and by its subsidiary Optimus – Telecomunicações, S.A.. The future use of these tax losses, and consequently the recovery of related deferred tax assets, is uncertain due to the restructuring process in progress in some of these subsidiaries and depends on the fulfilment of their business plans and the maintenance of the current conditions for carrying tax losses forward.

11. As explained in Note 38, the parent company and its subsidiaries sold investments in prior years and recorded capital gains thereon in their non consolidated financial statements (of which the more significant amounts occurred in the year 2000) which, in the part related to sales to other group companies, were eliminated in the consolidation process. In accordance with the policy adopted in preceding years, the Boards of Directors of the parent company and of its subsidiaries intend complying with tax requirements for reinvestment in accordance with current legislation, through the acquisition of other investments.

Porto, 10 September 2002

MAGALHÃES, NEVES E ASSOCIADOS - SROC
Represented by Jorge Manuel Araújo de Beja Neves

**REPORT ON THE REVIEW OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE
HALF YEAR ENDED 30 JUNE 2002**

(Translation of a report originally issued in Portuguese)

**To the Shareholders and the Board of Directors of
Sonae, S.G.P.S., S.A.**

(Amounts expressed in Euros - €)

1. We have reviewed the accompanying consolidated financial statements of Sonae, S.G.P.S., S.A. and its subsidiaries ("Sonae Group"), which comprise the consolidated Balance Sheet as of 30 June 2002, the consolidated Statement of Profit and Loss by nature for the half-year then ended and the related notes. The preparation of these consolidated financial statements is the responsibility of the Company's Board of Directors.
2. Our review of the half-year financial statements mentioned above consisted, essentially, of enquiries and interviews to the Company's management and other officials, and of analytical procedures applied to the financial and accounting information. The scope of this review was substantially less than an audit performed in accordance with the generally accepted auditing standards, whose objective is to express an opinion on the financial statements as a whole. Consequently, we do not express such an opinion.
3. Up to 31 December 2000, the Sonae Group recorded goodwill arising on the acquisition of investments in group and associated companies under the caption Intangible Assets, and amortised it over the period estimated to recover the investments. In the beginning of 2001, the Sonae Group decided to change this accounting policy and write off goodwill against Other Reserves, including the net book value of goodwill at 31 December 2000. The accounting policy currently adopted is not in accordance with the generally accepted accounting principles in Portugal, and had the Sonae Group maintained the accounting policy and amortisation periods adopted until 31 December 2000, assets and shareholders' equity as of 30 June 2002 would increase by € 693,134,571 and the consolidated net loss for the period then ended would increase by € 31,232,391, corresponding to amortisation of goodwill for the half-year ended 30 June 2002.
4. Based on our review, except for the effect of the matter referred to in paragraph 3 above, nothing came to our attention that affects significantly the compliance of the financial statements referred to in paragraph 1 above, with generally accepted accounting principles in Portugal.
5. The Sonae Group has recorded deferred tax assets of € 102,354,000 (of which € 9,710,833 recorded as income in the half-year ended 30 June 2002), relating to tax losses carried forward by some subsidiaries of Sonae Indústria, S.G.P.S., S.A., located mainly in France, and by its subsidiary Optimus – Telecomunicações, S.A.. The future use of these tax losses, and consequently the recovery of related deferred tax assets, is uncertain due to the restructuring process in progress in some of these subsidiaries and depends on the fulfilment of their business plans and the maintenance of the current conditions for carrying tax losses forward.

6. As explained in Note 38, the parent company and its subsidiaries sold investments in prior years and recorded capital gains thereon in their non consolidated financial statements (of which the more significant amounts occurred in the year 2000) which, in the part related to sales to other group companies, were eliminated in the consolidation process. In accordance with the policy adopted in preceding years, the Boards of Directors of the parent company and of its subsidiaries intend complying with tax requirements for reinvestment in accordance with current legislation, through the acquisition of other investments.

Porto, 10 September de 2002