SONAE

1ST HALF RESULTS 2012

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1 HIGHLIGHTS

Consolidated turnover sustained by market share gains

- Sonae MC reinforces its leadership position by gaining 0.3 p.p. of market share during 1H12
- Sonae SR increases international sales by 20% year on year

EBITDA growth versus last year, driven by a 7% increase in the recurrent component

- Recurrent EBITDA margin improves to 10.6% in the 1H12
- Sonae MC increases recurrent EBITDA by 16%
- Sonaecom and Sonae Sierra continue to improve EBITDA margins, by 3.0 and 1.6 p.p. respectively

Further strengthening of capital structure

- Net results attributable to the Group of 20M€
- Reduction of net financial debt by 50 M€ year on year
- Completion of new financing transactions cover all the refinancing requirements to end of 2013

"During the first half of 2012, we have faced significant reductions in the level of private consumption in Portugal and Spain, driven by the on-going implementation of various austerity measures by the respective governments. In this period, the gains in market share achieved and the significant productivity and efficiency gains delivered by our teams allowed for a 7% increase in Sonae's recurrent EBITDA generation.

It is worth highlighting the capacity of our food retail business to improve its leading market position, by delivering more value to the end consumer, while improving its EBITDA margins during the 1H12, and the continuing improvement in profit margins delivered by Sonaecom.

Within Sonae SR, our consumer electronic business has also continued to adapt remarkably to the sharp market decline, maintaining profitability levels, while our sports and fashion businesses had to undergo extensive restructuring and redefinition of their respective supply models, which should begin to produce results in the last quarter of the year.

Our net income was impacted by a higher cost of debt and negative indirect results from a fall in valuations of shopping centres in Iberia. Both of these are a result of the evolution of the sovereign debt and economic problems of Portugal and Spain. Our international presence outside Iberia is, however, significantly mitigating these impacts, particularly through the positive indirect results registered in the valuations of our Brazilian shopping centres.

We continued to strengthen our capital structure, with net financial debt again down year-on-year at the end of the 1H12, despite the significant investments (which include 4G spectrum acquisition) and the continuation of our dividend policy. Importantly, we have negotiated a number of new debt facilities, which have enabled us to conclude the refinancing programme for maturities until the end of 2013, as well as to partially secure 2014 refinancing needs."

Paulo Azevedo, CEO Sonae

2 OVERALL PERFORMANCE

Consolidated profit & loss account
Million euros

	1H11PF (1)	1H12	Var
Turnover	2,603	2,531	-3%
Turnover (ex-fuel)	**2,590**	**2,531**	**-2%**
Recurrent EBITDA	**252**	**269**	**7%**
Recurrent EBITDA margin	9.7%	10.6%	1.0 pp
EBITDA	**265**	**266**	**1%**
EBITDA margin	10.2%	10.5%	0.4 pp
EBIT	**90**	**87**	**-3%**
Net financial activity	-40	-45	-11%
Other items	-2	1	-
Shopping centers direct results	14	16	11%
EBT	**61**	**59**	**-5%**
Taxes	-7	-8	-13%
Direct results	**54**	**51**	**-7%**
Indirect results	**-8**	**-14**	**-88%**
Net income	**47**	**36**	**-22%**
...Group share	35	20	-44%

(1) The 2011 results were restated to reflect (i) the change in the consolidation method applicable to Sonae Sierra and Geostar; and (ii) the change made by Sonaecom in the accounting criteria for costs related to customers' loyalty contracts. For further information please refer to the Methodological Notes in Section 10.

Net invested capital
Million euros

	1H11PF	4Q11PF	1H12
Net invested capital	**3,903**	**3,663**	**3,846**
Technical investment[1]	3,135	3,253	3,186
Financial investment	563	541	507
Goodwill	672	660	666
Working capital	-467	-791	-512
Total shareholders funds	**1,636**	**1,700**	**1,632**
Total net debt[2]	**2,268**	**1,963**	**2,214**
Net debt / Invested capital	58%	54%	58%

(1) Includes available for sale assets; (2) Financial net debt + net shareholder loans.

- During the 1H12, as expected, the additional austerity measures which came into force in Portugal and Spain have strongly conditioned the levels of private consumption in both countries. For example, in the case of Portugal, it is estimated that private consumption has contracted by more than 5% during this period[1]. In this challenging macroeconomic backdrop, Sonae´s **turnover** decreased only by 2%, to 2.53 billion Euros[2], an evolution that was only possible thanks to **market share gains**, which were evident on the food and non-food based businesses.

- Recurrent **EBITDA** reached 269 M€ in the 1H12, 7% above the figure reached in the previous year, despite the impact of consumer retraction in the Iberian markets, which continues to be particularly felt at the level of discretionary categories. This positive performance was determined by the growth in the recurrent EBITDA generation of the food retail and telecommunications businesses, enabling the company to reach a consolidated EBITDA margin of 10.6%, 1 p.p. above the comparable period of 2011.

- In the 1H12, total **net income** amounted to 36 M€, 11 M€ below the figure registered in the same period last year, essentially due to the non-existence of capital gains associated with the sale of assets by Sonae RP (vs. 16 M€ registered in 1H11), as well as to the lower contribution from Sonae Sierra, solely determined by the negative evolution of its indirect results, associated with the valuation of shopping centres. In the same period, the share of net income attributable to the group reached 20 M€.

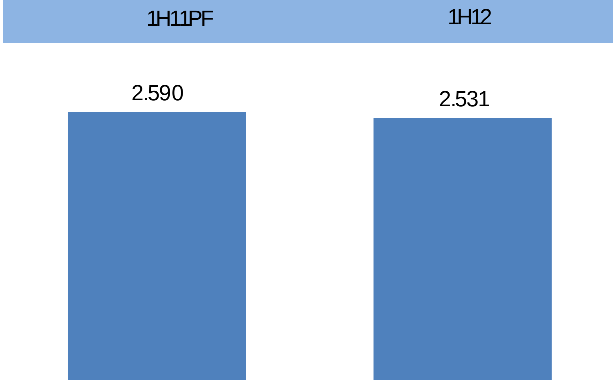
- In the first half of the year, Group **Capex** reached 111 M€, having been essentially allocated to remodelling and maintenance of retail assets in Portugal and, in the case of Sonaecom, to the development of its telecommunications network, related mainly with the 4G network deployment.

- On 30th June 2012, **total net debt** totalled 2,214 M€, 54 M€ below the same period in 2011, despite the impact of the initial payment of the LTE spectrum acquisition (83 M€) made by Sonaecom and the payment of dividends to Sonae's shareholders (66 M€). The company thus continues to strengthen its capital structure, with total debt decreasing sustainably y.o.y. over the last 11 quarters and representing, at the end of the 1H12, 58% of invested capital (in line with the same period of 2011).

[1] Source: Banco de Portugal – Economic Indicators
[2] The universe under analysis excludes sales related to petrol stations (as the company has transferred the management of all its petrol stations during 2011), and incorporates the change in the consolidation of Sonae Sierra and Geostar's to the Equity Method (see Methodological Notes in Section 10 of this report)

3 TURNOVER

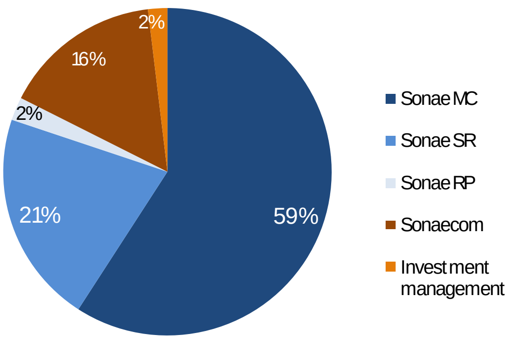
Turnover-Ex-fuel
Million euros



Turnover
Million euros

	1H11PF	1H12	Var
Turnover	2.603	2.531	-3%
Turnover (ex-fuel)	**2.590**	**2.531**	**-2%**
Sonae MC	1.558	1.535	-1%
Sonae SR	551	544	-1%
Sonae RP	60	60	-1%
Sonaecom	425	407	-4%
Investment management	52	49	-6%
Eliminations & adjustments	-57	-65	-14%
Petrol stations	13	0	-100%

Turnover breakdown (1H12)
% total turnover ex-fuel



In the first semester of 2012, Sonae registered a **consolidated turnover** of 2,531 M€[3], almost in line with the previous year. The main contributors for this evolution were the following:

- **Sonae MC** with 1,535 M€ (-1%). The slight reduction reflects an evolution of circa -2% in sales on a "LfL" basis. This evolution was still clearly above market performance, with Sonae MC strengthening its leading market share in the Portuguese food retail sector during the 1H12 by an estimated +0.3 p.p.[4]. Volumes sold during the period were down y.o.y. by approximately 2.7%, mainly as a result of the strong result achieved in the comparable period of last year, driven by the commercial campaigns made as part of the unification of food retail brands under "Continente". In terms of unit prices, the effects of the trading-down that continues to be carried out by consumers in Portugal have almost offset the prevailing market inflation[5]. Continente's private label portfolio continued to increase its relative weight, reaching a representativeness of circa 31% in the sales of FMCG categories during the 1H12.

- **Sonae SR** with 544 M€ (-1% or -10% on a "LfL" basis), reflecting the negative evolution of sales witnessed in the Iberian markets during the last quarters and despite a 6% increase in the sales area. Sales from the various Sonae SR formats in Portugal decreased by circa 8%, which was only partially compensated by the 20% growth attained in the international markets. Sales outside of Portugal represented approximately 31% of total sales in the 1H12, 6 p.p. above the figure registered in the same period of 2011. In the consumer electronics segment, the segment where more reliable market share information is available, Worten continued to strengthen its position in the Iberian market, with the market share in Portugal estimated to have surpassed 31%[6].

- **Sonaecom** with 407 M€ (-4%). The y.o.y. reduction results from lower product sales (down by 18.6%) and from lower service revenues (-3%), determined both by the decrease in customer revenues and by the lower level of regulated tariffs (mobile termination rates and roaming). It is worth noting that Optimus' mobile data revenues represented more than 32% of total mobile service revenues during this period and that the positive performance of the IT/IS division (SSI), with the respective service revenues up by 6.5% y.o.y..

3 see note 2 on previous page
4 Source: A.C.Nielsen/Homescan: 2012 YTD evolution until 17 June
5 Inflation estimated in the food retail sector in Portugal was 3.1% in 1H12 (source: Eurostat)
6 Source: GfK, May 2012 YTD

4 RECURRENT EBITDA

Recurrent EBITDA
Million euros

Recurrent EBITDA Million euros	1H11PF	1H12	Var
Sonae	**252**	**269**	**7%**
Sonae MC	82	95	16%
Sonae SR	-11	-19	-77%
Sonae RP	54	54	0%
Sonaecom	117	125	6%
Investment management	3	2	-27%
Eliminations & adjustments	7	13	80%

Recurrent EBITDA % of turnover	1H11PF	1H12	Var
Sonae	**9,7%**	**10,6%**	**1,0 pp**
Sonae MC	5,2%	6,2%	1,0 pp
Sonae SR	-2,0%	-3,6%	-1,6 pp
Sonae RP	90,4%	91,1%	0,7 pp
Sonaecom	27,6%	30,6%	3,0 pp
Investment management	5,5%	4,3%	-1,2 pp

In consolidated terms, Group **Recurrent EBITDA** totalled 269 M€, 7% above the 1H11, representing a profitability margin of 10.6%, an increase of 1.0 p.p. In a difficult macroeconomic environment, this performance was supported by the productivity gains and operating efficiency improvements in the different business areas. In terms of performance per business, it is worth highlighting:

- **Sonae MC** with 95 M€ (+16% or +13 M€), representing a profitability of 6.2% of the respective turnover (+1.0 p.p. compared to the 1H11), a very positive result in the current environment of consumer retraction, which, although to a lower degree, is also impacting food retail sales. Sonae MC was able to sustain its competitiveness during this period via a combination of a relevant promotional effort, leveraged on its "Continente" loyalty card (which was involved in more than 90% of sales in the period), a rigorous cost control and inventory management and new gains in productivity.

- **Sonae SR** contribution totalled -19 M€, which compares with a figure of -11 M€ registered in the same period last year. This deterioration essentially reflects an additional reduction in sales per square meter, as a result of the negative behaviour of retail revenues on the Iberian Peninsula, which continues to be particularly evident in the discretionary categories. This reduction in the level of sales density has more than offset the significant cost savings and gains in efficiency obtained by the businesses. It is also nevertheless worth highlighting the resilience and adaptability demonstrated by the consumer electronics business (Worten) during the course of this consumer retraction period, as evidenced by a stable EBITDA margin.

- **Sonae RP** with 54 M€, completely in line with the previous year and translating into a margin of 91.1% over sales, evidencing the efficient management and continuous enhancement of the retail real estate assets in its portfolio (mainly comprised of 33 Continente stores and 96 Continente Modelo stores).

- Still in the 1H12, **Sonaecom**´s contribution reached 125 M€ (+6% or +7 M€), corresponding to a 30.6% sales margin (+3.0 p.p. against the same period in 2011) with all its business areas registering a positive growth in their respective profitability. It is particularly worth highlighting the record EBITDA margin obtained by the Optimus' mobile business (45.4% in the 2Q12).

5 RESULTS OF ASSOCIATED COMPANIES

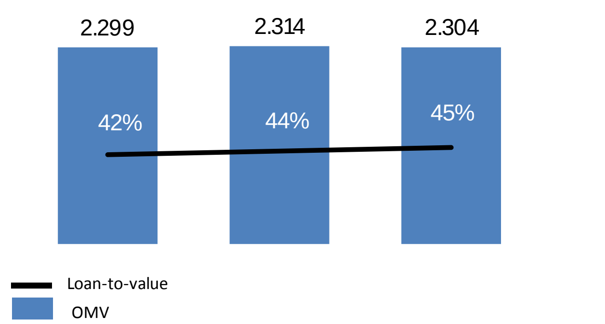
SONAE SIERRA

Sonae Sierra - Operational Data	1H11	1H12	Var
Footfall (million visitors)	**202**	**204**	**0.8%**
Europe	153	152	-0.9%
Brazil	49	52	6.2%
Occupancy rate (%)	**96.5%**	**96.0%**	**-0.5pp**
Europe	96.3%	95.7%	-0.6pp
Brazil	97.5%	97.4%	-0.1pp
Tenant sales (million euros)	**2 373**	**2 372**	**-0.1%**
Europe	1 597	1 522	-4.7%
Brazil	776	849	9.5%
# shopping centres owned/co-owned (EOP)	**49**	**51**	**2**
Europe	39	40	1
Brazil	10	11	1
GLA owned in operating centres ('000 m2)	**1 937**	**2 014**	**4%**
Europe	1 571	1 589	1%
Brazil	366	426	16%

Sonae Sierra - Financial indicators	1H11	1H12	Var
Turnover	**103**	**104**	**1%**
EBITDA	**56**	**58**	**4%**
EBITDA margin	53.8%	55.5%	1.6 pp
Direct result	29	32	10%
Indirect result	-16	-29	-84%
Net results	**13**	**3**	**-78%**
... attributable to Sonae	**7**	**1**	**-78%**

Sonae Sierra

Open Market Value (OMV) - Sonae Sierra share - and leverage



- In a context of a strong consumer retraction in southern European countries, with a inevitable impact on the retail real estate occupancy rates, Sonae Sierra once again demonstrated the quality of its assets, maintaining, at the end of the 1H12, an **overall occupancy rate** in its portfolio of 96%, a slight decrease of 0.5 p.p. when compared to the same period in 2011. In the overall portfolio managed by the company, tenant sales decreased by only 0.1% particularly due to the economic conditions in Greece, Portugal and Spain. It is worth highlighting the continued excellent operating performance in Brazil, with a 15.3% growth in sales, in local currency terms, which has almost offset the performance of the European portfolio.

- Essentially as a result of the developments described above, but also driven by a growth in revenues from development services rendered to third parties, Sonae Sierra's **turnover**[7] increased circa 1% to 104 M€ in the 1H12.

- **EBITDA** grew by 4% (to 58 M€ in the 1H12), as a reflection of the gains in efficiency delivered by the cost control efforts across all areas of the company, in addition to the growth of the services' business line, which translated into a 55.5% EBITDA margin in the period, 1.6 p.p. above the comparable period.

- In the same period, Sonae Sierra reached a **net result** of 3 M€, of which the share attributable to Sonae was of 1 M€, down by 6 M€ when compared to the 1H11. This reduction was solely determined by an unfavourable evolution of **indirect results** (down by 13 M€) mainly as result of yields expansion in Portugal (+20 bps), Spain (+17 bps) and Italy (+9 bps), only partially compensated by the compression of yields in Brazil. Importantly, Sierra's direct results reached 32 M€, up by approximately 10% versus the 1H11.

- Regarding the value of its assets, on 30 June 2012 the company´s **OMV** (Open Market Value) was 2.3 bn€, practically in line with the 2011 year-end figure. It is worth highlighting the 2 openings that occurred during the 1H12: "Le Terrazze" in Italy and "Uberlândia" in Brazil. In what concerns leverage, essentially due to the development of projects under construction in Brazil and Germany, the "Loan-to-value" ratio increased from 42% in the same period last year to a still conservative 45% at the end of June 2012. As a result of the above, Sonae Sierra's **Net Asset Value** reached 1.12 bn€ at the end of the 1H12.

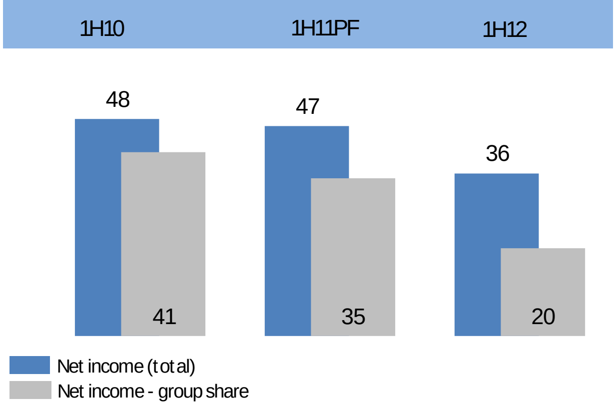
[7] Financial indicators as published by Sonae Sierra on 1 August 2012 (management accounts). Sonae holds a 50% stake in Sonae Sierra.

6 NET RESULTS

Consolidated results Million euros	1S11PF	1S12	Var
Recurrent EBITDA	**252**	**269**	**7%**
Recurrent EBITDA margin	9.7%	10.6%	1.0 pp
EBITDA	**265**	**266**	**1%**
EBITDA margin	10.2%	10.5%	0.4 pp
Depreciations & amortizations (1)	-175	-180	-3%
EBIT	**90**	**87**	**-3%**
Net financial activity	-40	-45	-11%
Other items	-2	1	-
Shopping centers direct results	14	16	11%
EBT	**61**	**59**	**-5%**
Taxes	-7	-8	-13%
Net results	**54**	**51**	**-7%**
Indirect results	**-8**	**-14**	**-88%**
Net income	**47**	**36**	**-22%**
...group share	35	20	-44%

(1) Includes provisions & impairments.

Net income
Million euros



- In 1H12, **consolidated EBITDA** reached 266 M€. This figure represents an increase of 1% in relation to the same period last year, totally explained by the improved operational performance, as evidenced by the recurrent EBITDA growth of +7% or +17 M€ versus the 1H11. This positive evolution more than compensated the inexistence of capital gains obtained by Sonae RP in this period (vs. 16 M€ in 1H11), as no retail property sales were completed during 2012.

- In the same period, the expenses related to **depreciations, amortizations and provisions** stood at 180 M€, 3% above the previous year, mainly driven by the asset base growth.

- **Net financial expenses** totalled 45 M€ in 1H12, 11% above the figure registered in the same period last year, with the decrease in average debt being more than compensated by the increase in the effective global interest rates, solely determined by the increase in *spreads* required by the banking system, as Euribor rates remain at historically low levels.

- **EBT** reached 59 M€, down by only 2 M€ against the 1H11, with the higher net financial expenses and provisions almost fully compensated by the improved consolidated EBITDA generation and the growth of Sonae Sierra's direct results.

- **Indirect results** reflects Sonae's share (50%) in Sonae Sierra's non-cash indirect results, the evolution of which was described in Section 5 of this report.

- In summary, entirely as a consequence of no capital gains being registered in this semester and the impact of Sonae Sierra's indirect results, **total net result** was down, against the comparable period in 2011, by 11 M€, to 36 M€ in the 1H12, of which the amount attributable to the Group was approximately 20 M€.

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7 INVESTED CAPITAL

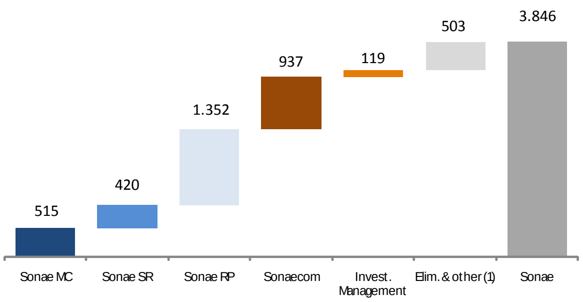
Capex
Million euros

	1H11PF	1H12	% of Turnover
Sonae	**143**	**111**	**4%**
Sonae MC	37	20	1%
Sonae SR	42	12	2%
Sonae RP	2	7	11%
Sonaecom	54	69	17%
Investment management	5	1	1%
Eliminations & adjustments	2	3	-
Recurrent EBITDA - CAPEX	**109**	**158**	**-**

Net invested capital
Million euros

	1H11PF	4Q11PF	1H12
Invested capital	**3,903**	**3,663**	**3,846**
Technical investment	3,135	3,253	3,186
Financial investment	563	541	507
Goodwill	672	660	666
Working capital	-467	-791	-512

Breakdown invested capital (1H12)
Million euros



(1) includes the value of partnerships accounted as financial investments

During the course of the first half of 2012 Sonae carried out a **total investment** of 111 M€, significantly below the figure registered during the same period in 2011. This reduction is mostly justified by the lower degree of international expansion carried out by Sonae SR during the current year, determined by the expected evolution of the Spanish market and by the consolidation of the strong investments made over the last 3 years.

The investment carried out in the semester was essentially distributed amongst the following projects:

- Selective opening of new retail stores in Portugal, including 2 Continente Bom Dia and 1 new Worten store;
- Consolidation of Sonae SR's own store network in international markets. As at the end of June 2012, Sonae SR's formats had a total of 136 stores outside of Portugal, including 13 under franchising agreements. The lower rate of store openings by Sonae SR's formats is evidenced by the 30 M€ y.o.y. reduction of its Capex;
- Programmed remodelling of a number of retail units so as to ensure they remain as a reference in their respective catchment areas;
- Strengthening of the coverage and capacity of the Optimus´ network, a distinctive strategic asset of Sonaecom. During the 1H12, Sonaecom continued to implement solutions that enable savings in mobile *backhaul* costs, eliminating, in parallel, dependences upon third party infrastructure, and began implementing its 4G network.

The increasing **cash flow generation** of Sonae's businesses continues to be evidenced by the 49 M€ growth at the level (recurrent EBITDA – Capex) registered in the 1H12, when compared to the same period in 2011.

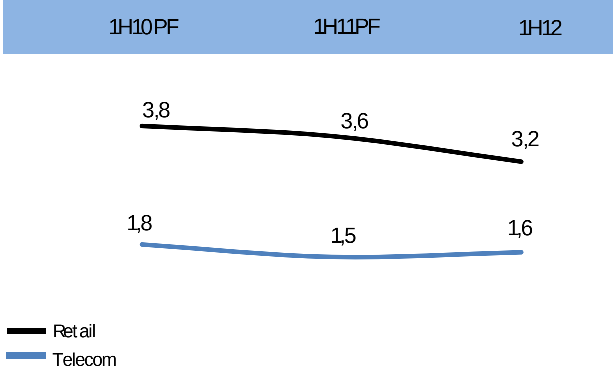
As at 30 June 2012, Sonae´s overall **net invested capital** was 3,846 M€, of which circa 60% is invested in the retail businesses, corresponding to Sonae RP an overall asset portfolio of 1,352 M€. Despite the execution of the *sale & leaseback* programme of retail properties, the level of *freehold* at Sonae MC still reaches 78%, clearly above the average for other European food retailers. Sonaecom´s contribution to the previously referred invested capital reached 937 M€, 122 M€ above the same period last year, essentially as a result of the investments carried out in the 4G network and license.

8 CAPITAL STRUCTURE

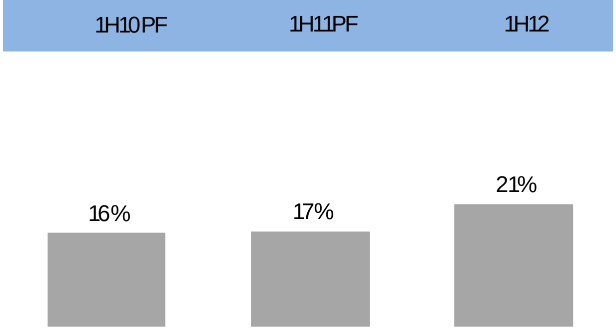
Net debt
Million euros

	1H11PF	1H12	Var
Net financial debt	**2 233**	**2 182**	**-50**
Retail units	1,328	1,099	-229
Sonaecom	345	395	50
Investment management	18	24	7
Holding & other	542	665	123
Shareholder loans	**35**	**32**	**-4**

Capital structure
Net debt to recurrent EBITDA



Capital Structure
Loan-to-value (%) - Holding



At the end of the 1H12, Sonae´s **financial net debt** amounted to 2,182 M€, 50 M€ bellow the same period in 2011, despite the impact resulting from the initial payment (83 M€), made in the beginning of 2012, relative to the acquisition of the LTE spectrum by Sonaecom and the continuation of Sonae's dividend policy. In cumulative terms, in the last three years, the total reduction in net financial debt reached 363 M€, which is particularly relevant when considering the strong investments in international growth carried out by the company during this period.

Sonae thus pursues its strategy of strengthening its capital structure and deleveraging. As at the end of June 2012, consolidated net debt represented 58% of the total capital employed, in line with level registered at the end of the 1H11. In terms of allocation per business, the following is worth highlighting:

- The **retail units** net debt totalled 1,099 M€ at the end of the 1H12, 229 M€ below the same period in 2011, exclusively as a result of the business´ strong capacity to generate *cash-flow* as no *sale & leaseback* of retail real estate assets were completed between the two periods. This drop in net debt has allowed for an improvement of the Net Debt to recurring EBITDA ratio, from 3.6x at the end of the 1H11 to 3.2x at the end of June 2012.

- **Sonaecom**´s net debt increased by 50 M€, compared to the same period in 2011, to 395 M€ at the end of 1H12, due to the initial payment foreseen under LTE spectrum acquisition (83 M€) and the circa 25 M€ dividends distribution made in the 2Q12. The Net Debt to recurrent EBITDA ratio increased from 1.5x to 1.6x at the end of the 1H12, with the previously explained higher net debt level more than offsetting the positive EBITDA performance

- The **holding** net debt increased circa 123 M€, to 665 M€ at the end of June 2012, driven by the dividend payment made in the 2Q12 (66 M€) and the impact of the lower stock price over the notional amount of the outstanding Total Return Swap over own shares. Despite this increase, the "loan-to-value" ratio of the holding remains at conservative levels, having reached 21% at the end of the 1H12.

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9 CORPORATE INFORMATION

Main corporate events 2Q12

Between **29 March** and **23 April**, Sonae purchased, through the Euronext Lisbon Stock Exchange, a total of 5.999.276 **own shares**, for the purposes of its employees and senior executives Medium Term Incentive Plan, as approved at the Shareholders' General Meeting. On **27 April**, Sonae informed that, in compliance with the undertakings of the previously mentioned plan, 5,631,103 own shares were transferred, out of which 3,943,231 at no cost, by transactions executed over the counter to Sonae's employees and senior executives, at the value of €0.414 per share, corresponding to the market share price on 26 April.
Following the transactions mentioned above, a Sonae – SGPS, SA became the holder of 368,173 own shares, representing approximately 0.02% of its share capital.

On **30 April 2012**, in the Annual General Assembly, the company's shareholders approved, amongst other items, the **distribution of a gross dividend** per share, relative to the 2011 financial year, in the gross amount of 0.0331 Euros (the same amount as that distributed in relation to the 2010 financial year), equivalent to a *dividend yield* of 7.2% over the 2011 year-end closing share price).

On **2 May 2012**, Sonae informed the market about the completion of a number of **refinancing operations** in the total amount of 500 M€ which, together with the operations already closed in 2011, enabled the company to complete the 2012 medium and long term debt refinancing programme.

On **24 May 2012**, Sonae SR announced the signature of an agreement for the **expansion of its international presence** in Latin America, with a forecasted opening of more than 25 Zippy stores until 2016. This expansion plan for the region foresees the entry in Venezuela, Colombia, Dominican Republic and Panamá, with the opening of the first stores expected to occur during the current year. This expansion will done via a "capital light" approach, for a franchise agreement was reached with the Phoenix Group, one of the largest fashion retailers in the region

On **25 June 2012**, Sonae announced the launch of "Obrigações Continente", a **bond issued** by Sonae SGPS, S.A. and made available through a public subscription offer to retail investors. These bonds had a maturity of 3 years and carried a gross annual coupon of 7%. The subscription period lasted from 2 to 20 July 2012 and, taking into account the success of the placement, the respective issue amount was raised from 100 to 200 million Euros.

Subsequent events

On **31 July 2012**, Sonae announced that it had completed, directly and through its subsidiaries, additional **medium and long term financing transactions**, in the total amount of €370 million, of which €200 million correspond to the "Obrigações Continente" (retail bond issue) and €75 million to a long term financing signed with an international bank, that becomes part of the group of banks that support its activities. These operations, together with the facilities previously negotiated in 2012, enabled Sonae to complete the refinancing program of its medium and long-term credit facilities maturing until the end of 2013, as well as to partially ensure the refinancing of debt maturities in 2014.

Sonae provides additional operating and financial information in Excel format.
Click here to be taken to the information directly or visit our website (www.sonae.pt)

10 ADDITIONAL INFORMATION

Methodological notes

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

The norm IFRS 11 - Joint Arrangements alters the accounting method of joint-controlled investments, namely eliminating the possibility of proportional consolidation of entities that fall under the concept of joint-ventures, as is the case of Sonae Sierra and Geostar. Under these terms, Sonae has decided, as already possible under the current norms, anticipating the likely requirement for this change to be implemented for annual reporting periods beginning on 1 January 2013 and in order to facilitate a future comparison of its financial reporting, to start reporting Sonae Sierra and Geostar according the Equity Method (the only possible method according to this new norm) from 1 January 2012.

During the 1Q12, in line with best practice in the telecoms sector, Sonaecom changed its accounting criteria for costs related to customers' loyalty contracts. Until then, these costs were recorded as an expense in the year they occurred. From 1 January 2012, the costs incurred for customers' loyalty contracts are capitalised and amortised over the period of their respective contracts, as it was possible to apply a reliable cost allocation to the respective contracts, thus fulfilling the criteria for capitalisation required under IAS 38.

Accordingly, the 2011 results of Sonae were restated to reflect these accounting changes.

Glossary

CAPEX	Investments in tangible and intangible assets and investments in acquisitions; Gross CAPEX, not including cash inflows from the sale of assets
Direct income	Results excluding contributions to indirect income
EBITDA	Turnover + other revenues - impairment reversal - negative goodwill - operating costs (based on direct net income) - provisions for warranties extensions + gain/losses from sales of companies
EBITDA margin	EBITDA / Turnover
Eliminations & others	Intra-groups + consolidation adjustments + contributions from other companies not included in the identified segments
EOP	End of period
Free Cash Flow (FCF)	EBITDA - operating CAPEX - change in working capital - financial investments - financial results - income taxes
Financial net debt	Total net debt excluding shareholders loans
Indirect income	Sonae Sierra's results, net of taxes, arising from: (i) investment property valuations; (ii) capital gains (losses) on the sale of financial investments, joint ventures or associates; (iii) impairment losses (including goodwill) and; (iv) provision for assets at risk; The data used for the analysis of indirect income was computed based on the proportional method for all companies owned by Sonae Sierra

Net Invested capital	Total net debt + total shareholder funds
Investment properties	Shopping centres in operation owned by Sonae Sierra
Liquidity	Cash & equivalents + current investments
Like for Like sales (“LfL”)	Sales made by stores that operated in both periods under the same conditions. Excludes stores opened, closed or which suffered major upgrade works in one of the periods
Loan to value Holding	Holding Net debt/ Investment Portfolio Gross Asset Value; gross asset value based on Market multiples, real estate NAV and market capitalization for listed companies
Loan to value Shopping Centres	Net debt / (investment properties + properties under development)
LTE	“Long Term Evolution” is a standard for wireless communication of high-speed data for mobile phones and data terminals developed by the Third Generation Partnership Project, an industry trade group. LTE provides significantly increased capacity and speed for wireless broadband, using new modulation techniques.
Net asset value (NAV)	Open market value attributable to Sonae Sierra - net debt - minorities + deferred tax liabilities
Net Debt	Bonds + bank loans + other loans + financial leases + shareholder loans - cash, bank deposits, current investments and other long term financial applications
Other income	Share of results of associated undertakings + dividends
Other loans	Bonds, leasing and derivatives
Open market value (OMV)	Fair value of properties in operation and under development (100%), provided by an independent entity
RoIC (Return on invested capital)	EBIT(12 months) /Net invested capital
ROE (Return on equity)	Total net income $_{n}$ (equity holders)/ Shareholders’ Funds $_{n-1}$ (equity holders)
Recurrent EBITDA	EBITDA excluding non-recurrent items, namely gains in sales of investments and other movements that distort comparability
Technical investment	Tangible assets + intangible assets + other fixed assets - depreciations and amortizations
Value created on investment and development properties (VCIDP)	Increase (decrease) in the valuation of shopping centres in operation and under development; shopping centres under development are only included if a high degree of certainty concerning their conclusion and opening exists.

Consolidated Income Statement

Consolidated profit and loss account Million euros						
	1H11PF	1H12	Var	2Q11PF	2Q12	Var
Direct results						
Turnover	2,603	2,531	-2.8%	1,339	1,290	-3.6%
Recurrent EBITDA (1)	252	269	6.8%	144	155	7.3%
Recurrent EBITDA margin	9.7%	10.6%	1.0 pp	10.8%	12.0%	1.2 pp
EBITDA	265	266	0.6%	144	152	5.2%
EBITDA margin	10.2%	10.5%	0.4 pp	10.8%	11.8%	1.0 pp
Depreciations & amortizations (2)	-175	-180	-2.7%	-87	-90	-2.9%
EBIT	90	87	-3.5%	57	62	8.7%
Net financial Activity	-40	-45	-11.3%	-21	-23	-10.0%
Other items (3)	-2	1	-	1	1	-56.4%
Shopping centers direct results	14	16	10.9%	7	7	-2.4%
EBT	61	59	-4.6%	45	47	4.7%
Taxes	-7	-8	-13.1%	-9	-8	11.2%
Direct results	54	51	-6.9%	36	39	8.5%
Indirect results (4)	-8	-14	-88.0%	-6	-12	-112.5%
Net income	47	36	-22.4%	30	27	-10.6%
Group share	35	20	-44.4%	23	18	-22.1%
Minority interests	12	17	43.6%	8	9	23.8%

(1) EBITDA excluding extraordinary items; (2) Includes provisions, impairments, reversion of impairments and negative goodwill; (3) Share of results of associated undertakings + dividends; (4) Statutory figures. For management purposes, Sonae uses the decomposition of the Indirect Result according to the notes to the consolidated financial statements.

Consolidated Balance Sheet

Balance sheet Million euros					
	1H11PF	1H12	Var	4Q11PF	Var
TOTAL ASSETS	**5 979**	**5 925**	**-0,9%**	**6 317**	**-6,2%**
Non current assets	**4 667**	**4 656**	**-0,2%**	**4 747**	**-1,9%**
Tangible and intangible assets	3 134	3 185	1,6%	3 252	-2,1%
Goodwill	672	666	-0,8%	660	0,9%
Other investments	597	540	-9,5%	575	-6,1%
Deferred tax assets	223	227	1,8%	222	2,1%
Others	41	38	-6,4%	38	1,2%
Current assets	**1 312**	**1 269**	**-3,3%**	**1 570**	**-19,2%**
Stocks	638	584	-8,4%	651	-10,2%
Trade debtors	132	145	10,4%	175	-17,0%
Liquidity	177	206	16,2%	426	-51,6%
Others (2)	365	333	-8,7%	318	4,7%
SHAREHOLDERS' FUNDS	**1 636**	**1 632**	**-0,2%**	**1 700**	**-4,0%**
Equity holders	1 312	1 295	-1,3%	1 364	-5,1%
Attributable to minority interests	324	337	4,0%	337	0,1%
LIABILITIES	**4 343**	**4 293**	**-1,1%**	**4 616**	**-7,0%**
Non-current liabilities	**2 425**	**2 025**	**-16,5%**	**2 164**	**-6,4%**
Bank loans	631	393	-37,7%	401	-2,1%
Other loans	1 441	1 272	-11,7%	1 389	-8,5%
Deferred tax liabilities	129	134	4,1%	134	-0,1%
Provisions	72	97	34,7%	91	6,2%
Others	153	129	-15,5%	148	-12,3%
Current liabilities	**1 918**	**2 269**	**18,3%**	**2 453**	**-7,5%**
Bank loans	148	484	-	227	113,5%
Other loans	224	273	21,9%	373	-26,8%
Trade creditors	1 010	1 028	1,8%	1 245	-17,4%
Others	535	483	-9,7%	609	-20,6%
SHAREHOLDERS' FUNDS + LIABILITIES	**5 979**	**5 925**	**-0,9%**	**6 317**	**-6,2%**

(1) Includes assets available for sale.

Maia, 22 August 2012

The Board of Directors

Belmiro Mendes de Azevedo	Michel Marie Bon
Álvaro Carmona e Costa Portela	José Neves Adelino
Álvaro Cuervo Garcia	Duarte Paulo Teixeira de Azevedo
Bernd Bothe	Ângelo Gabriel Ribeirinho dos Santos Paupério
Christine Cross	Nuno Manuel Moniz Trigoso Jordão

SONAE/

APPENDIX/

IMPROVING LIFE

Statement under the terms of Article 246, paragraph 1, c) of the Portuguese Securities Code

The signatories individually declare that, to their knowledge, the Management Report, the Consolidated and Individual Financial Statements and other accounting documents required by law or regulation were prepared meeting the standards of the applicable International Financial Reporting Standards, giving a truthful (fairly) and appropriate image, in all material respects, of the assets and liabilities, financial position and the consolidated and individual results of the issuer and that the Management Report faithfully describes the progress of the business and position of the issuer and of the companies included in the consolidation perimeter and contains a description of the major risks and uncertainties that they face.

Maia, 22 August 2012

The Board of Directors

Belmiro Mendes de Azevedo

Michel Marie Bon

Álvaro Carmona e Costa Portela

José Neves Adelino

Álvaro Cuervo Garcia

Duarte Paulo Teixeira de Azevedo

Bernd Bothe

Ângelo Gabriel Ribeirinho dos Santos Paupério

Christine Cross

Nuno Manuel Moniz Trigoso Jordão

Appendix required by articles 9 nr. 1, a) and 14, nr. 7 of CMVM Regulation nr. 05/2008

		Additions		Reductions		Balance as of 30.06.2012
	Date	Quantity	Aver. Price €	Quantity	Aver. Price €	Quantity
Belmiro Mendes de Azevedo (*) (**)						
Efanor Investimentos, SGPS, SA (1)						49,999,996
Sonaecom, SGPS, SA (9)						75,537
Álvaro Carmona e Costa Portela (*)						
Sonae, SGPS, SA (3)						125,934
Sonaecom, SGPS, SA (9)						5,000
Ângelo Gabriel Ribeirinho dos Santos Paupério (*)						
Sonae, SGPS, SA (3)						584,562
Shares purchased under the terms of the Annual Performance Bonus Plan and Medium Term Incentive	09.03.2012	229,329	0.000			
Sonaecom, SGPS, SA (9)						440,070
Shares purchased under the terms of the Annual Performance Bonus Plan and Medium Term Incentive	09.03.2012	147,984	0.000			
Duarte Paulo Teixeira de Azevedo (*) (**) (****)						
Efanor Investimentos, SGPS, SA (1)						1
Migracom, SGPS, SA (4)						1,969,996
Sonae, SGPS, SA (3)						3,293 (a)
Shares purchased under the terms of the Annual Performance Bonus Plan and Medium Term Incentive	30.03.2012	451,068	0.000			
Shares purchased under the terms of the Annual Performance Bonus Plan and Medium Term Incentive	27.04.2012	619,326	0.000			
Sale	27.04.2012			1,068,101	0.405	
Michel Marie Bon (*)						
Sonae, SGPS, SA (3)						269,000
Purchase	14.06.2012	48,000	0.369			
Maria Margarida Carvalhais Teixeira de Azevedo (**) (***)						
Efanor Investimentos, SGPS, SA (1)						1
Sonae, SGPS, SA (3)						14,901
Maria Cláudia Teixeira de Azevedo (**) (****)						
Efanor Investimentos, SGPS, SA (1)						1
Sonae, SGPS, SA (3)						0
Shares purchased under the terms of the Annual Performance Bonus Plan and Medium Term Incentive	09.03.2012	48,884	0.000			
Sale	21.05.2012			48,884	0.398	
Linhacom, SGPS, SA (6)						99,996
Sonaecom, SGPS, SA (9)						170 (b)
Shares purchased under the terms of the Annual Performance Bonus Plan and Medium Term Incentive	09.03.2012	49,069	0.000			
Sale	21.05.2012			49,069	1.120	
Nuno Teixeira de Azevedo (**) (****)						
Efanor Investimentos, SGPS, SA (1)						1
Sonae, SGPS, SA (3)						10,500 (c)

	Date	Additions		Reductions		Balance as of 30.06.2012
		Quantity	Aver. Price €	Quantity	Aver. Price €	Quantity
(1) Efanor Investimentos, SGPS, SA						
Sonae, SGPS, SA (3)						200,100,000
Purchase	10.05.2012	77,700,000	0.400			
Pareuro, BV (2)						2,000,000
Sonaecom, SGPS, SA (9)						1,000
(2) Pareuro, BV						
Sonae, SGPS, SA (3)						849,533,095
Sale	28.03.2012			10,016,905	0.456	
Sale	10.05.2012			77,700,000	0.400	
(3)Sonae, SGPS, SA						
Sonae Investments, BV						2,894,000
Sontel, BV (8)						32,745
Sonae, SGPS, SA (treasury shares)						368,173
Purchase	29.03.2012	395,000	0.442			
Purchase	30.03.2012	639,045	0.446			
Purchase	02.04.2012	354,134	0.441			
Purchase	03.04.2012	100,000	0.445			
Purchase	04.04.2012	812,972	0.440			
Purchase	05.04.2012	100,000	0.438			
Purchase	10.04.2012	150,000	0.431			
Purchase	11.04.2012	386,112	0.435			
Purchase	12.04.2012	550,000	0.436			
Purchase	13.04.2012	499,500	0.429			
Purchase	16.04.2012	539,552	0.426			
Purchase	17.04.2012	400,461	0.436			
Purchase	18.04.2012	255,000	0.424			
Purchase	19.04.2012	537,500	0.428			
Purchase	20.04.2012	280,000	0.425			
Sale	27.04.2012			5,011,777	0.437	
Shares delivered under the terms of the Annual Performance Bonus Plan and Medium Term Incentive	27.04.2012			619,326	0.000	
Sonaecom, SGPS, SA (9)						3,430,000
Purchase	28.05.2012	88,500	1.132			
Purchase	29.05.2012	128,156	1.132			
Purchase	30.05.2012	345,787	1.136			
Purchase	31.05.2012	221,562	1.145			
Purchase	01.06.2012	169,757	1.142			
Purchase	04.06.2012	89,743	1.142			
Purchase	05.06.2012	230,740	1.160			
Purchase	06.06.2012	273,039	1.163			
Purchase	07.06.2012	75,000	1.170			
Purchase	08.06.2012	55,368	1.174			
Purchase	11.06.2012	190,000	1.187			
Purchase	12.06.2012	175,546	1.189			
Purchase	13.06.2012	12,600	1.182			
Purchase	14.06.2012	33,199	1.173			
Purchase	15.06.2012	274,564	1.188			
Purchase	18.06.2012	214,086	1.228			
Purchase	19.06.2012	12,800	1.260			
Purchase	20.06.2012	18,545	1.279			
Purchase	21.06.2012	31,000	1.284			
Purchase	22.06.2012	61,000	1.294			
Purchase	25.06.2012	15,000	1.290			
Purchase	26.06.2012	19,500	1.285			
Purchase	27.06.2012	15,008	1.291			
Purchase	28.06.2012	29,500	1.294			

	Date	Additions		Reductions		Balance as of 30.06.2012
		Quantity	Aver. Price €	Quantity	Aver. Price €	Quantity
(4) Migracom, SGPS, SA						
Sonae, SGPS, SA (3)						2,908,204
Purchase	27.04.2012	1,068,101	0.405			
Sonaecom, SGPS, SA (9)						387,342
Imparfin, SGPS, SA (5)						150,000
(5) Imparfin, SGPS, SA						
Sonae, SGPS, SA (3)						4,105,280
(6) Linhacom, SGPS, SA						
Sonae, SGPS, SA (3)						439,314
Purchase	21.05.2012	48,884	0.398			
Sonaecom, SGPS, SA (9)						120,300
Purchase	21.05.2012	49,069	1.120			
Imparfin, SGPS, SA (5)						150,000
(7) Sonae Investments BV						
Sontel BV (8)						43,655
(8) Sontel BV						
Sonaecom, SGPS, SA (9)						194,063,119
(9) Sonaecom SGPS, SA						
Sonaecom, SGPS, SA (treasury shares)						6,897,791
Shares delivered under the terms of the Annual Performance Bonus Plan and Medium Term Incentive	09.03.2012			4,686,986	0.000	
Purchase	March-12	722,271	1.223			
Shares delivered under the terms of the Annual Performance Bonus Plan and Medium Term Incentive	30.03.2012			59,956	0.000	
Purchase	Apri-12	1,026,829	1.219			
Shares delivered under the terms of the Annual Performance Bonus Plan and Medium Term Incentive	17.05.2012			81,292	0.000	
Purchase	May-12	931,725	1.176			

(*) Member of the Board of Directors of Sonae, SGPS, SA

(**) Member of the Board of Directors of Efanor Investimentos SGPS, SA (directly and indirectly dominant company) (1)

(***) People closely connected with the President of the Board of Directors of Sonae Holding, Belmiro de Azevedo

(****) Member of the Board of Directors of Imparfin, SGPS, SA (5)

(a) of which 1,293 shares held by descendants under his charge

(b) Shares held by spouse

(c) Shares held by descendants under his/her charge

Note: The Independent Non-executive member of the Board of Directors, José Manuel Neves Adelino, is a member of the Statutory Audit Board of Banco BPI, SA, which holds 178,039,855 shares representing of 8.902 % of Company's share capital.

Qualified holdings

Shares held and voting rights of companies owning more than 2% of the share capital of the company, as required by article 9 nr.1 c) of Securities Market Regulation Board (CMVM) regulation 05/2008:

Shareholder	Nr. of shares	% share capital	% of voting rights
Efanor Investimentos, SGPS, SA			
Directly	200,100,000	10.0050%	10.0068%
By Pareuro, BV (controlled by Efanor)	849,533,095	42.4767%	42.4845%
By Maria Margarida CarvalhaisTeixeira de Azevedo (Director of Efanor)	14,901	0.0007%	0.0007%
By Duarte Paulo Teixeira de Azevedo (Director of Efanor)	3,293	0.0002%	0.0002%
By Nuno Miguel Teixeira de Azevedo (Director of Efanor and held by descendent)	10,500	0.0005%	0.0005%
By Migracom, SGPS, SA (company controlled by Efanor's Director Duarte Paulo Teixeira de Azevedo)	2,908,204	0.1454%	0.1454%
By Linhacom, SGPS, SA (company controlled by Efanor's Director Maria Cláudia Teixeira de Azevedo)	439,314	0.0220%	0.0220%
Total attributable to Efanor Investimentos, SGPS, SA	1,053,009,307	52.6505%	52.6602%
Banco BPI, SA	132,851,868	6.6426%	6.6438%
Banco Português de Investimento, SA	365,199	0.0183%	0.0183%
Fundos de Pensões do Banco BPI	40,071,372	2.0036%	2.0039%
BPI Vida - Companhia de Seguros de Vida, SA	4,751,416	0.2376%	0.2376%
Total attributable to Banco BPI, SA	178,039,855	8.9020%	8.9036%
Fundação Berardo, Instituição Particular de Solidariedade Social	49,849,514	2.4925%	2.4929%
Total attributable to Fundação Berardo, Instituição Particular de Solidariedade Social	49,849,514	2.4925%	2.4929%
Bestinver Gestión, S.A. SGIIC			
Bestinver Bolsa, F.I.M.	40,972,231	2.0486%	2.0490%
Bestinfond, F.I.M.	40,529,176	2.0265%	2.0268%
Bestinver Hedge Value Fund Fil	21,242,186	1.0621%	1.0623%
Bestvalue, FI	11,773,268	0.5887%	0.5888%
Bestinver Global, FP	11,573,730	0.5787%	0.5788%
Soixa Sicav, SA	7,707,149	0.3854%	0.3854%
Bestinver Mixto, F.I.M.	6,773,152	0.3387%	0.3387%
Bestinver Ahorro, Fondo de Pensiones	6,504,864	0.3252%	0.3253%
Bestinver Renta, F.I.M.	1,858,379	0.0929%	0.0929%
Bestinver Prevision, FP	649,513	0.0325%	0.0325%
Divalsa de Inversiones Simcav	314,517	0.0157%	0.0157%
Bestinver Empleo, FP	297,281	0.0149%	0.0149%
Linker Inversiones, Sicamv	202,366	0.0101%	0.0101%
Bestinver Futuro EPSV	90,870	0.0045%	0.0045%
Bestinver Empleo II, FP	37,355	0.0019%	0.0019%
Total attributable to Bestinver Gestión, S.A. SGIIC	150,526,037	7.5263%	7.5277%
Norges Bank	40,100,985	2.0050%	2.0054%
Total attributable to Norges Bank	40,100,985	2.0050%	2.0054%

(1) Qualifying holding attributed to Efanor whose shares representing approximately 99.99% of share capital and voting rights of Efanor Investimentos, SGPS, SA belong to Belmiro Mendes de Azevedo.

SONAE/

FINANCIAL STATEMENTS/

IMPROVING LIFE

Condensed consolidated financial statements

SONAE, SGPS, SA

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2012 AND 2011
AND AT 31 DECEMBER 2011

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

(Amounts expressed in euro)

ASSETS	Notes	30 June 2012	30 June 2011 Restated	31 December 2011 Restated	01 January 2011 Restated
NON-CURRENT ASSETS:					
Tangible assets	8	2,616,297,386	2,672,006,670	2,672,406,896	2,715,382,100
Intangible assets	9	568,642,697	462,330,011	579,781,789	474,815,909
Goodwill	10	665,907,460	671,547,076	659,813,493	671,030,521
Investments in associates	5	503,228,525	555,715,343	534,134,089	575,397,829
Other investments	6 and 11	37,041,988	41,517,088	40,940,837	43,298,704
Deferred tax assets	14	226,642,263	222,739,588	221,875,249	207,284,904
Other non-current assets	12	38,458,131	41,108,201	37,992,014	40,758,287
Total Non-Current Assets		4,656,218,450	4,666,963,977	4,746,944,367	4,727,968,254
CURRENT ASSETS:					
Inventories		584,446,837	638,080,914	650,705,703	682,067,028
Trade accounts receivable and other current assets	13	477,458,578	495,603,515	492,361,631	480,379,388
Investments	11	3,281,740	4,376,830	5,861,218	15,653,114
Cash and cash equivalents	15	202,880,340	172,976,586	420,169,386	219,624,321
Total Current Assets		1,268,067,495	1,311,037,845	1,569,097,938	1,397,723,851
Assets available for sale		720,338	720,338	720,338	9,500,686
TOTAL ASSETS		5,925,006,283	5,978,722,160	6,316,762,643	6,135,192,791
EQUITY AND LIABILITIES					
EQUITY:					
Share capital	16	2,000,000,000	2,000,000,000	2,000,000,000	2,000,000,000
Own shares		(132,052,137)	(131,895,330)	(131,895,330)	(135,679,489)
Reserves and retained earnings		(592,876,908)	(591,601,852)	(608,460,883)	(687,567,900)
Profit/(Loss) for the period attributable to the equity holders of the Parent Company		19,511,580	35,080,336	103,944,076	167,940,582
Equity attributable to the equity holders of the Parent Company		1,294,582,535	1,311,583,154	1,363,587,863	1,344,693,193
Equity attributable to non-controlling interests	17	337,066,561	324,143,518	336,803,275	318,520,043
TOTAL EQUITY		1,631,649,096	1,635,726,672	1,700,391,138	1,663,213,236
LIABILITIES:					
NON-CURRENT LIABILITIES:					
Loans	18	1,664,537,530	2,071,614,159	1,790,735,595	2,051,850,035
Other non-current liabilities	20	129,446,576	153,267,758	147,564,117	165,953,103
Deferred tax liabilities	14	134,084,972	128,765,910	134,191,549	122,336,903
Provisions	23	96,684,583	71,798,908	91,036,377	62,636,516
Total Non-Current Liabilities		2,024,753,661	2,425,446,735	2,163,527,638	2,402,776,557
CURRENT LIABILITIES:					
Loans	18	757,115,303	371,997,385	599,709,871	201,410,534
Trade creditors and other current liabilities	22	1,509,242,456	1,543,293,319	1,850,867,229	1,866,194,409
Provisions	23	2,245,767	2,258,049	2,266,767	1,598,055
Total Current Liabilities		2,268,603,526	1,917,548,753	2,452,843,867	2,069,202,998
TOTAL LIABILITIES		4,293,357,187	4,342,995,488	4,616,371,505	4,471,979,555
TOTAL EQUITY AND LIABILITIES		5,925,006,283	5,978,722,160	6,316,762,643	6,135,192,791

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

The Board of Directors

SONAE, SGPS, SA

CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIODS ENDED 30 JUNE 2012 AND 2011

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

(Amounts expressed in euro)

	Notes	2nd Quarter 2012	2nd Quarter 2011 Restated	30 June 2012	30 June 2011 Restated
Sales		1,084,676,632	1,124,257,339	2,122,696,245	2,173,843,649
Services rendered		205,594,975	214,319,547	408,175,325	429,084,625
Investment income		212,814	232,500	1,805,952	153,763
Financial income		2,939,880	2,929,855	6,087,955	6,278,620
Other income		130,460,199	124,756,027	224,599,625	260,574,251
Cost of goods sold and materials consumed		(858,112,491)	(880,237,464)	(1,672,541,373)	(1,726,314,368)
Changes in stocks of finished goods and work in progress		(273,131)	269,094	(211,595)	366,267
External supplies and services		(233,309,020)	(248,482,814)	(467,146,591)	(491,846,740)
Staff costs		(165,265,539)	(172,194,389)	(328,084,977)	(344,500,358)
Depreciation and amortisation	8 and 9	(81,160,397)	(80,623,638)	(161,727,615)	(163,045,954)
Provisions and impairment losses		(8,243,877)	(8,860,292)	(15,481,393)	(16,758,286)
Financial expense		(26,183,015)	(24,064,159)	(50,655,566)	(46,327,364)
Other expenses		(12,045,778)	(15,887,938)	(25,230,261)	(31,547,837)
Share of results of associated undertakings	5	(4,410,639)	2,678,438	1,996,845	3,859,980
Profit/(Loss) before taxation		34,880,613	39,092,106	44,282,576	53,820,248
Taxation	26	(7,676,982)	(8,647,431)	(7,950,529)	(7,028,972)
Profit/(Loss) after taxation		27,203,631	30,444,675	36,332,047	46,791,276
Attributable to:					
Equity holders of the Parent Company		17,820,848	22,867,979	19,511,580	35,080,336
Non-controlling interests	17	9,382,783	7,576,696	16,820,467	11,710,940
Profit/(Loss) per share					
Basic	27	0.009515	0.012208	0.010418	0.018728
Diluted	27	0.009495	0.012158	0.010394	0.018657

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

The Board of Directors

SONAE, SGPS, SA

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE PERIODS ENDED 30 JUNE 2012 AND 2011

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

(Amounts expressed in euro)

	2nd Quarter 2012	2nd Quarter 2011 Restated	30 June 2012	30 June 2011 Restated
Net Profit / (Loss) for the period	27,203,631	30,444,675	36,332,047	46,791,276
Exchange differences arising on translation of foreign operations	(1,330,924)	656,082	(1,712,516)	(485,284)
Participation in other comprehensive income (net of tax) related to associated companies included in consolidation by the equity method	(21,413,825)	1,342,721	(22,517,543)	(11,886,434)
Changes on fair value of available-for-sale financial assets	-	(1,494,000)	(2,505,654)	(1,660,000)
Changes in hedge and fair value reserves	1,913,882	558,640	(1,218,858)	5,766,514
Deferred tax related to changes in fair values reserves	(239,584)	(374,190)	529,891	(293,524)
Other comprehensive income for the period	(21,070,451)	689,253	(27,424,681)	(8,558,728)
Total comprehensive income for the period	6,133,180	31,133,928	8,907,366	38,232,548
Attributable to:				
Equity holders of parent company	(2,600,429)	23,497,018	(7,045,806)	25,420,312
Non controlling interests	8,733,609	7,636,910	15,953,172	12,812,236

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

The Board of Directors

SONAE, SGPS, SA

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

FOR THE PERIODS ENDED 30 JUNE 2012 AND 2011

(Translation of condensed consolidated financial statements originally issued in Portuguese.

(Amounts expressed in euro)

	Attributable to Equity Holders of Parent Company											
			Reserves and Retained Earnings									
	Share Capital	Own Shares	Legal Reserve	Currency Translation Reserve	Hedging Reserve	Investments Fair Value Reserve	Other Reserves and Retained	Total	Net Profit/(Loss)	Total	Non controlling Interests (Note 17)	Total Equity
Balance as at 1 January 2011 - restated	2,000,000,000	(135,679,489)	167,816,034	8,783,221	4,829,654	(9,770,493)	(859,226,316)	(687,567,900)	167,940,582	1,344,693,193	318,520,043	1,663,213,236
Total compreensive income for the period	-	-	-	(271,865)	(1,660,000)	5,817,493	(13,545,652)	(9,660,024)	35,080,336	25,420,312	12,812,236	38,232,548
Appropriation of profit of 2010:												
Transfer to legal reserves and retained earnings	-	-	19,321,614	-	-	-	148,618,968	167,940,582	(167,940,582)	-	-	-
Dividends distributed	-	-	-	-	-	-	(66,200,000)	(66,200,000)	-	(66,200,000)	(8,361,143)	(74,561,143)
Disposal of own shares/ attribution to employees	-	3,784,159	-	-	-	-	3,499,312	3,499,312	-	7,283,471	(125,901)	7,157,570
Partial disposal or aquisitions of affiliated companies	-	-	-	-	-	-	5,665	5,665	-	5,665	627,595	633,260
Aquisitions of affiliated companies	-	-	-	-	-	-	-	-	-	-	253,523	253,523
Others	-	-	-	-	-	-	380,513	380,513	-	380,513	417,165	797,678
Balance as at 30 June 2011 - restated	2,000,000,000	(131,895,330)	187,137,648	8,511,356	3,169,654	(3,953,000)	(786,467,510)	(591,601,852)	35,080,336	1,311,583,154	324,143,518	1,635,726,672
Balance as at 1 January 2012 - restated	2,000,000,000	(131,895,330)	187,137,648	6,935,942	2,505,654	(3,434,957)	(801,605,170)	(608,460,883)	103,944,076	1,363,587,863	336,803,275	1,700,391,138
Total compreensive income for the period	-	-	-	(888,471)	(2,505,654)	(669,343)	(22,493,918)	(26,557,386)	19,511,580	(7,045,806)	15,953,172	8,907,366
Appropriation of profit of 2011:												
Transfer to legal reserves and retained earnings	-	-	-	-	-	-	103,944,076	103,944,076	(103,944,076)	-	-	-
Dividends distributed	-	-	-	-	-	-	(61,989,385)	(61,989,385)	-	(61,989,385)	(11,502,458)	(73,491,842)
Aquisition and disposal of own shares/ attribution to employees	-	(156,807)	-	-	-	-	(2,253,720)	(2,253,720)	-	(2,410,527)	(1,104,183)	(3,514,711)
Partial disposal or aquisitions of affiliated companies	-	-	-	-	-	-	2,602,738	2,602,738	-	2,602,738	(2,602,738)	-
Others	-	-	-	-	-	-	(162,348)	(162,348)	-	(162,348)	(480,507)	(642,855)
Balance as at 30 june 2012	2,000,000,000	(132,052,137)	187,137,648	6,047,471	-	(4,104,300)	(781,957,728)	(592,876,908)	19,511,580	1,294,582,535	337,066,561	1,631,649,096

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

The Board of Directors

SONAE, SGPS, SA

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR
THE PERIODS ENDED 30 JUNE 2012 AND 2011

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

(Amounts expressed in euro)

	Notes	2nd Quarter 2012	2nd Quarter 2011 Restated	30 June 2012	30 June 2011 Restated
OPERATING ACTIVITIES					
Net cash flow from operating activities (1)		234,015,726	186,519,915	91,611,546	(44,713,108)
INVESTMENT ACTIVITIES					
Cash receipts arising from:					
Investments		809,408	362,099	4,858,252	11,204,351
Tangible and intangible assets		4,502,861	10,800,607	5,903,505	73,322,665
Others		19,817,978	2,927,827	23,670,962	18,027,945
		25,130,247	14,504,620	34,432,719	102,969,048
Cash payments arising from:					
Investments		(8,465,818)	(614,616)	(12,307,526)	(10,319,598)
Tangible and intangible assets		(48,026,820)	(80,805,911)	(205,774,814)	(176,248,958)
Others		(16,407,767)	(2,545,045)	(17,707,767)	(3,495,489)
		(72,900,405)	(83,965,572)	(235,790,107)	(190,064,045)
Net cash used in investment activities (2)		(47,770,158)	(69,460,952)	(201,357,388)	(87,094,997)
FINANCING ACTIVITIES					
Cash receipts arising from:					
Loans obtained		1,791,604,649	340,189,426	3,171,803,494	1,244,167,958
Capital increases, shareholder's loans and share premiums		580,875	-	580,875	-
Sale of own shares		2,189,569	-	2,189,569	-
Others		-	-	-	1,470,000
		1,794,375,093	340,189,426	3,174,573,938	1,245,637,958
Cash payments arising from:					
Loans obtained		(1,854,725,496)	(372,965,307)	(3,166,611,255)	(1,043,057,862)
Interest and similar charges		(21,443,724)	(18,261,508)	(48,283,812)	(39,420,298)
Dividends		(79,196,187)	(74,459,041)	(79,320,687)	(74,594,979)
Purchase of own shares		(2,612,424)	-	(2,612,424)	-
Others		(1,027,427)	(1,913,499)	(2,570,758)	(3,125,714)
		(1,959,005,258)	(467,599,355)	(3,299,398,936)	(1,160,198,853)
Net cash used in financing activities (3)		(164,630,165)	(127,409,929)	(124,824,998)	85,439,105
Net increase in cash and cash equivalents (4) = (1) + (2) + (3)		21,615,403	(10,350,966)	(234,570,840)	(46,369,000)
Effect of foreign exchange rate		415,542	(20,728)	189,797	106,973
Cash and cash equivalents at the beginning of the period	15	159,496,618	176,525,704	415,457,116	212,671,439
Cash and cash equivalents at the end of the period	15	180,696,479	166,195,466	180,696,479	166,195,466

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

The Board of Directors

SONAE, SGPS, SA

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL

STATEMENTS FOR THE PERIOD ENDED

30 JUNE 2012

(Amounts expressed in euro)

(Translation of condensed consolidated financial statements originally issued in Portuguese.

In case of discrepancies the Portuguese version prevails.)

1 INTRODUCTION

SONAE, SGPS, SA (“Sonae Holding”), has its head office at Lugar do Espido, Via Norte, Apartado 1011, 4471-909 Maia, Portugal, and is the parent company of a group of companies, as detailed in Notes 4 to 6 (“Sonae”). Sonae`s operations and operating segments are described in Note 29.

These consolidated financial statements were not subject to a limited revision carried out by the company´s statutory external auditor.

2 PRINCIPAL ACCOUNTING POLICIES

The accounting policies adopted are consistent with those used in the preparation of the consolidated financial statements for the period ended as at 31 December 2011, except for the change mentioned in Note 3.

2.1. Basis of preparation

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

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

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

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

Until the date of approval of these financial statements there are no standards, interpretations, amendments and revisions that were approved (endorsed) by the European Union and whose application is mandatory in financial years beginning on or after January 1st, 2012 or whose application is mandatory in future financial years, and that were adopted for the first time in the period ended at 30 June 2012.

The following standards, interpretations, amendments and revisions have been at the date of approval of these financial statements, approved (endorsed) by the European Union, whose application is mandatory only in future financial years:

	Effective date(for financial years beginning on/after)
IAS1 - Amendments (Presentation of items of Other Comprehensive Income)	01-07-2012
IAS 19 - Amendments (Employee Benefits)	01-01-2013

3 CHANGES IN ACCOUNTING POLICIES

During the period the Group changed the following accounting policies:

3.1 Change in consolidation method for jointly controlled subsidiaries from proportion to equity

IFRS 11 - Joint Arrangements, has been issued by the IASB but not yet approved ("endorsed") by the European Union. From the adoption of this standard it is estimated a significant impact on the consolidated financial statements, namely because the proportionate consolidation method will be abolished for jointly controlled entities, which will produce a significant impact on the Group's Shopping Centers Segment.

During the period ended at 30 June 2012, in order to anticipate a probable endorsement of this standard and to facilitate the future comparison with the financial statements of the Company, Sonae decided, from 1 January 2012 onwards, to start reporting all jointly controlled entities in accordance with the equity method.

3.2 Capitalization of the costs related with customers' loyalty contracts

Additionally, during the period ended at 30 June 2012, the Group, aligned with the best practices in the telecommunications sector, changed its accounting criteria for costs related to customers' loyalty contracts. To date, these were recorded as an expense in the year they occurred. From 1 January 2012 onwards, the costs incurred for customers' loyalty contracts, which include indemnity clauses for early termination, are capitalised as "Intangible Assets" and amortised over the period of the contracts. This is because it is now possible to apply a reliable cost allocation to the respective contracts, as well as the income per customer of each contract, so fulfilling the criteria for capitalisation required by IAS 38. When a contract is terminated the net value of intangible assets associated with this contract is immediately recognized as an expense in the income statement.

This accounting policy allows to present in a more reliable and relevant manner the financial performance and position exhibited in the financial statements, as it enables the alignment of costs associated with customer loyalties' contracts with the income generated. In addition, and in accordance with the relevant periodicity, impairment tests are made to the intangible assets in order to ensure that the current value of revenues estimated for each customer loyalties' contracts is higher than the cost capitalized on that contract.

All other accounting policies adopted are consistent with those followed in the preparation of annual financial statements for the year ended 31 December 2011.

In accordance with IAS 8 - Accounting Policies, Changes in Accounting Estimates and Errors, these changes in the Group's accounting policies were applied retrospectively. Therefore changes were made in the Consolidated Statements of Financial Position as at 1 January 2011, 30 June 2011 and 31 December 2011 and the Consolidated Income Statement for the period ended at 30 June 2011. The effects of these changes can be detailed as follows:

Statement of financial position at January 1, 2011

	Before change	Capitalization of cost costumer loyalty	Change in consolidation method from PROP to EQM	Restated
Total assets	7,551,813,932	18,009,890	(1,434,631,031)	6,135,192,791
Non-current assets	6,045,726,131	18,009,890	(1,335,767,767)	4,727,968,254
Investments	113,499,526	-	505,197,007	618,696,533
Goodwill	740,738,759	-	(69,708,238)	671,030,521
Investment Property	1,733,205,596	-	(1,733,205,596)	-
Other non-current assets	3,458,282,250	18,009,890	(38,050,940)	3,438,241,200
Current assets	1,506,087,801	-	(98,863,264)	1,407,224,537
Equity	1,861,562,138	13,237,269	(211,586,171)	1,663,213,236
Attributable to shareholders	1,337,473,198	7,135,338	84,657	1,344,693,193
Non-controlling interests	524,088,940	6,101,931	(211,670,828)	318,520,043
Total liabilities	5,690,251,794	4,772,621	(1,223,044,860)	4,471,979,555
Non-current liabilities	3,455,442,166	4,772,621	(1,057,438,230)	2,402,776,557
Loans	2,839,950,773	-	(788,100,738)	2,051,850,035
Deferred tax liabilities	371,308,829	4,772,621	(253,744,547)	122,336,903
Other liabilities	244,182,564	-	(15,592,945)	228,589,619
Current liabilities	2,234,809,628	-	(165,606,630)	2,069,202,998
Loans	264,464,248	-	(63,053,714)	201,410,534
Suppliers and other liabilities	1,970,345,380	-	(102,552,916)	1,867,792,464
Total equity and liabilities	7,551,813,932	18,009,890	(1,434,631,031)	6,135,192,791

Statement of financial position at June 30, 2011

	Before change	Capitalization of cost costumer loyalty	Change in consolidation method from PROP to EQM	Restated
Total assets	7,414,402,593	17,894,177	(1,453,574,610)	5,978,722,160
Non-current assets	5,958,625,296	17,894,177	(1,309,555,496)	4,666,963,977
Investments	111,546,654	-	485,685,777	597,232,431
Goodwill	740,651,163	-	(69,104,087)	671,547,076
Investment Property	1,691,966,576	-	(1,691,966,576)	-
Other non-current assets	3,414,460,903	17,894,177	(34,170,610)	3,398,184,470
Current assets	1,455,777,297	-	(144,019,114)	1,311,758,183
Equity	1,911,643,833	13,152,220	(289,069,381)	1,635,726,672
Attributable to shareholders	1,304,564,502	7,169,367	(150,715)	1,311,583,154
Non-controlling interests	607,079,331	5,982,853	(288,918,666)	324,143,518
Total liabilities	5,502,758,760	4,741,957	(1,164,505,229)	4,342,995,488
Non-current liabilities	3,426,076,425	4,741,957	(1,005,371,647)	2,425,446,735
Loans	2,805,278,131	-	(733,663,972)	2,071,614,159
Deferred tax liabilities	381,596,108	4,741,957	(257,572,155)	128,765,910
Other liabilities	239,202,186	-	(14,135,520)	225,066,666
Current liabilities	2,076,682,335	-	(159,133,582)	1,917,548,753
Loans	429,678,639	-	(57,681,254)	371,997,385
Suppliers and other liabilities	1,647,003,696	-	(101,452,328)	1,545,551,368
Total equity and liabilities	7,414,402,593	17,894,177	(1,453,574,610)	5,978,722,160

Statement of financial position at December 31, 2011

	Before change	Capitalization of cost costumer loyalty	Change in consolidation method from PROP to EQM	Restated
Total assets	7,740,715,012	17,692,621	(1,441,644,990)	6,316,762,643
Non-current assets	6,050,397,022	17,692,621	(1,321,145,276)	4,746,944,367
Investments	107,576,109	-	467,498,817	575,074,926
Goodwill	728,060,436	-	(68,246,943)	659,813,493
Investment Property	1,679,859,268	-	(1,679,859,268)	-
Other non-current assets	3,534,901,209	17,692,621	(40,537,882)	3,512,055,948
Current assets	1,690,317,990	-	(120,499,714)	1,569,818,276
Equity	1,964,971,050	13,004,076	(277,583,988)	1,700,391,138
Attributable to shareholders	1,356,845,014	7,088,613	(345,764)	1,363,587,863
Non-controlling interests	608,126,036	5,915,463	(277,238,224)	336,803,275
Total liabilities	5,775,743,962	4,688,545	(1,164,061,002)	4,616,371,505
Non-current liabilities	3,184,095,918	4,688,545	(1,025,256,825)	2,163,527,638
Loans	2,551,772,643	-	(761,037,048)	1,790,735,595
Deferred tax liabilities	382,609,963	4,688,545	(253,106,959)	134,191,549
Other liabilities	249,713,312	-	(11,112,818)	238,600,494
Current liabilities	2,591,648,044	-	(138,804,177)	2,452,843,867
Loans	644,296,261	-	(44,586,390)	599,709,871
Suppliers and other liabilities	1,947,351,783	-	(94,217,787)	1,853,133,996
Total equity and liabilities	7,740,715,012	17,692,621	(1,441,644,990)	6,316,762,643

Income statement at June 30, 2011

	Before change	Capitalization of cost costumer loyalty	Change in consolidation method from PROP to EQM	Restated
Turnover	2,703,082,961	-	(100,154,687)	2,602,928,274
EBITDA	300,519,385	10,867,572	(46,681,093)	264,705,864
EBITDA margin	11.12%	0.00%	0.00%	10.17%
Provisions and imparment losses	(13,459,287)	-	1,808,389	(11,650,898)
Depreciation and amortisation	(153,143,692)	(10,983,285)	1,081,023	(163,045,954)
EBIT	133,916,406	(115,713)	(43,791,681)	90,009,012
Finantial results	(53,837,341)	-	13,788,597	(40,048,744)
Share of results of associated undertakings	(3,117,332)	-	6,977,312	3,859,980
EBT	76,961,733	(115,713)	(23,025,772)	53,820,248
Taxes	(18,907,924)	30,664	11,848,288	(7,028,972)
Profit/(Loss) after taxation	58,053,809	(85,049)	(11,177,484)	46,791,276
Atributable to the equity holders	34,741,096	(46,361)	385,601	35,080,336
Atributable to non-controlling interests	23,312,713	(38,688)	(11,563,085)	11,710,940

4 GROUP COMPANIES INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENTS

Group companies included in the consolidated financial statements, their head offices and percentage of share capital held by Sonae as at 30 June 2012 and 31 December 2011 are as follows:

			Percentage of capital held			
			30 June 2012		31 December 2011	
COMPANY		Head Office	Direct	Total	Direct	Total
Sonae - SGPS, S.A.		Maia	HOLDING	HOLDING	HOLDING	HOLDING
Retail						
Arat Inmuebles, SA	a)	Madrid (Spain)	100.00%	100.00%	100.00%	100.00%
Azulino Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
BB Food Service, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Bertimóvel - Sociedade Imobiliária, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Bom Momento - Restauração, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Canasta - Empreendimentos Imobiliários, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Carnes do Continente - Indústria e Distribuição Carnes, SA	a)	Santarém	100.00%	100.00%	100.00%	100.00%
Chão Verde - Sociedade de Gestão Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Citorres - Sociedade Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Contibomba - Comércio e Distribuição de Combustíveis, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%

Contimobe - Imobiliária de Castelo de Paiva, SA	a)	Castelo de Paiva	100.00%	100.00%	100.00%	100.00%
Continente Hipermercados, SA	a)	Lisboa	100.00%	100.00%	100.00%	100.00%
Cumulativa - Sociedade Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Discovery Sports, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Edições Book.it, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Estevão Neves - Hipermercados da Madeira, SA	a)	Madeira	100.00%	100.00%	100.00%	100.00%
Farmácia Selecção, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Fashion Division, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Fashion Division Canárias, SL	a)	Tenerife (Spain)	100.00%	100.00%	100.00%	100.00%
Fozimo - Sociedade Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Fozmassimo - Sociedade Imobiliária, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Fundo de Investimento Imobiliário Fechado Imosede	a)	Maia	54.55%	54.55%	54.55%	54.55%
Fundo de Investimento Imobiliário Imosonae Dois	a)	Maia	99.94%	99.94%	99.94%	99.94%
Igimo - Sociedade Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Iginha - Sociedade Imobiliária, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Imoconti - Sociedade Imobiliária, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Imoestrutura - Sociedade Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Imomuro - Sociedade Imobiliária, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Imoresultado - Sociedade Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Imosistema - Sociedade Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Infofield - Informática, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Marcas MC, zRT	a)	Budapest (Hungary)	100.00%	100.00%	100.00%	100.00%
MJLF - Empreendimentos Imobiliários, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Modalfa - Comércio e Serviços, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Modalloop - Vestuário e Calçado, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Modelo Continente Hipermercados, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Modelo Hiper Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Modelo Continente International Trade, SA	a)	Madrid (Spain)	100.00%	100.00%	100.00%	100.00%
Modelo.com - Vendas p/Correspond., SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Peixes do Continente - Indústria e Distribuição de Peixes, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Pharmacontinente - Saúde e Higiene, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Pharmaconcept – Actividades em Saúde, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Predicomercial - Promoção Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Selifa - Empreendimentos Imobiliários de Fafe, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Sempre à Mão - Sociedade Imobiliária, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Sesagest - Proj.Gestão Imobiliária, SA	a)	Porto	100.00%	100.00%	100.00%	100.00%

SIAL Participações, Ltda	a)	São Paulo (Brazil)	100.00%	100.00%	100.00%	100.00%
Socijofra - Sociedade Imobiliária, SA	a)	Gondomar	100.00%	100.00%	100.00%	100.00%
Sociloures - Sociedade Imobiliária, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Soflorin, BV	a)	Amsterdam(Holland)	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 Center Serviços II, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Sonae Investimentos, SGPS, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Sonae MC – Modelo Continente SGPS, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Sonae Retalho España - Servicios Generales, SA	a)	Madrid (Spain)	100.00%	100.00%	100.00%	100.00%
Sonaegest-Soc.Gest.Fundos Investimentos, SA	a)	Maia	100.00%	90.00%	100.00%	90.00%
Sonaerp - Retail Properties, SA	a)	Porto	100.00%	100.00%	100.00%	100.00%
Sport Zone Canárias, SL	a)	Tenerife (Spain)	51.00%	51.00%	51.00%	51.00%
Sonae Specialized Retail, SGPS, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Sondis Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Sonvecap, BV	a)	Amsterdam (Holland)	100.00%	100.00%	100.00%	100.00%
Sport Zone - Comércio de Artigos de Desporto, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Sport Zone Espanã - Comércio de Articulos de Deporte, SA	a)	Madrid (Spain)	100.00%	100.00%	100.00%	100.00%
Sport Zone spor malz.per.satis ith.ve tic.ltd.sti	a)	Istanbul (Turkey)	100.00%	100.00%	100.00%	100.00%
Têxtil do Marco, SA	a)	Marco de Canaveses	92.76%	92.76%	92.76%	92.76%
Tlantic Portugal - Sistemas de Informação, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Tlantic Sistemas de Informação, Ltda	a)	Porto Alegre (Brazil)	100.00%	100.00%	100.00%	100.00%
Todos os Dias - Com. Ret. Expl. C. Comer., SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Valor N, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Worten - Equipamento para o Lar, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Worten España Distribución, S.L.	a)	Madrid (Spain)	100.00%	100.00%	100.00%	100.00%
Worten Canárias, SL	a)	Tenerife (Spain)	51.00%	51.00%	51.00%	51.00%
Zippy - Comércio e Distribuição, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Zippy - Comércio Y Distribución, SA	a)	Madrid (Spain)	100.00%	100.00%	100.00%	100.00%
Zippy cocuk malz.dag.ith.ve tic.ltd.sti	a)	Istanbul (Turkey)	100.00%	100.00%	100.00%	100.00%
ZYEvolution-Invest.Desenv., SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Arat Inmuebles, SA	a)	Madrid (Spain)	100.00%	100.00%	100.00%	100.00%
Azulino Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
BB Food Service, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Bertimóvel - Sociedade Imobiliária, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
Bom Momento - Restauração, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Canasta - Empreendimentos Imobiliários, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%

	Carnes do Continente - Indústria e Distribuição Carnes, SA	a)	Santarém	100.00%	100.00%	100.00%	100.00%
	Chão Verde - Sociedade de Gestão Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
	Citorres - Sociedade Imobiliária, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
	Contibomba - Comércio e Distribuição de Combustíveis, SA	a)	Matosinhos	100.00%	100.00%	100.00%	100.00%
	Contimobe - Imobiliária de Castelo de Paiva, SA	a)	Castelo de Paiva	100.00%	100.00%	100.00%	100.00%
	Telecommunications						
	Be Artis - Concepção, Construção e Gestão de Redes de Comunicações, SA	a)	Maia	100.00%	54.96%	100.00%	54.51%
	Be Towering – Gestão de Torres de Telecomunicações, SA	a)	Maia	100.00%	54.96%	100.00%	54.51%
	Cape Tecnologies Limited	a)	Dublin (Ireland)	100.00%	54.96%	100.00%	54.51%
2)	Connectiv Solutions Inc	a)	Delaware (USA)	100,00%	54,96%	-	-
	Digitmarket - Sistemas de Informação, SA	a)	Maia	75.10%	41.27%	75.10%	40.94%
	Lugares Virtuais, SA	a)	Maia	100.00%	54.96%	100.00%	54.51%
	Magma - Operação de Titularização de Créditos	c)	Portugal	100.00%	54.96%	100.00%	54.51%
	Mainroad – Serviços em Tecnologias de Informação, S.A.	a)	Maia	100.00%	54.96%	100.00%	54.51%
	Miauger - Org. Gestão Leilões Electrónicos, SA	a)	Maia	100.00%	54.96%	100.00%	54.51%
	Optimus - Comunicações, SA	a)	Maia	100.00%	54.96%	100.00%	54.54%
	PCJ-Público, Comunicação e Jornalismo, SA	a)	Maia	100.00%	54.96%	100.00%	54.51%
	Per-Mar - Sociedade de Construções, SA	a)	Maia	100.00%	54.96%	100.00%	54.51%
	Praesidium Services Limited	a)	Berkshire (R.U.)	100.00%	54.96%	100.00%	54.51%
	Público - Comunicação Social, SA	a)	Porto	100.00%	54.96%	100.00%	54.51%
	Saphety Level - Trusted Services, SA	a)	Maia	86.99%	47.81%	86.99%	47.42%
	Sonaecom BV	a)	Amsterdam (Holland)	100.00%	54.96%	100.00%	54.51%
	Sonae Telecom, SGPS, SA	a)	Maia	100.00%	54.96%	100.00%	54.51%
	Sonaecom - Sistemas de Informação, SGPS, SA	a)	Maia	100.00%	54.96%	100.00%	54.51%
1)	Sonaecom – Serviços Partilhados, SGPS, SA	a)	Maia	100.00%	54.96%	-	-
	Sonaecom - Sistemas de Información España, SL	a)	Madrid	100.00%	54.96%	100.00%	54.51%
	Sonaecom, SGPS, SA	a)	Maia	54.54%	54.96%	55.63%	54.51%
	Sonaetelecom, BV	a)	Amsterdam (Holland)	100.00%	54.96%	100.00%	54.51%
	Sontária – Empreendimentos Imobiliários, SA	a)	Maia	100.00%	54.96%	100.00%	54.51%
	Tecnológica Telecomunicações, Ltda	a)	Rio de Janeiro (Brazil)	99.99%	54.90%	99.99%	54.46%
	We Do Consulting - Sistemas de Informação, SA	a)	Maia	100.00%	54.51%	100.00%	54.51%
	We Do Brasil Soluções Informáticas, Ltda	a)	Rio de Janeiro (Brazil)	99.91%	54.91%	99.91%	54.46%
	We Do Poland Sp.Z.o.o.	a)	Poznan (Polonia)	100.00%	54.96%	100.00%	54.51%

We Do Tecnologies Americas, Inc.	a)	Miami (EUA)	100.00%	54.96%	100.00%	54.51%
We Do Technologies Australia PTY Limited	a)	Australia	100.00%	54.96%	100.00%	54.51%
We Do Tecnologies BV	a)	Amsterdam (Holland)	100.00%	54.96%	100.00%	54.51%
We Do Technologies Chile, SpA	a)	Santiago (Chile)	100.00%	54.96%	100.00%	54.51%
We Do Technologies Egypt Limited Liability Company	a)	Cairo (Egypt)	100.00%	54.96%	100.00%	54.51%
We Do Technologies Mexico S. de RL	a)	City of México	100.00%	54.96%	100.00%	54.51%
We Do Technologies Panamá SA	a)	City of Panamá	100.00%	54.96%	100.00%	54.51%
We Do Technologies Singapore PTE. LDT	a)	Singapore	100.00%	54.96%	100.00%	54.51%
We Do Technologies (UK) Limited	a)	Berkshire (R.U.)	100.00%	54.96%	100.00%	54.51%
Investment Management						
ADD Avaliações Engenharia de Avaliações e Perícias, Ltda	a)	Brazil	100.00%	50.00%	100.00%	50.00%
ADDmakler Administração e Corretagem de Seguros, Ltda	a)	Brazil	99.98%	50.00%	99.98%	50.00%
ADDmakler Administradora, Corretora de Seguros Partic. Ltda	a)	Brazil	100.00%	50.00%	100.00%	50.00%
Fontana Corretora de Seguros Ltda	a)	Brazil	99.99%	50.01%	99.99%	50.01%
Herco Consultoria de Risco e Corretora de Seguros, Ltda	a)	Brazil	100.00%	50.01%	100.00%	50.01%
HighDome PCC Limited	a)	Malta	100.00%	50.01%	100.00%	50.01%
Larim Corretora de Resseguros Ltda	a)	Brazil	99.99%	50.01%	99.99%	50.01%
Lazam/mds Correctora Ltda	a)	Brazil	100.00%	50.01%	100.00%	50.01%
MDS Auto - Mediação de Seguros, SA	a)	Porto	50.01%	25.01%	50.00%	25.01%
MDS - Corretor de Seguros, SA	a)	Porto	100.00%	50.01%	100.00%	50.01%
MDS, SGPS, SA	a)	Maia	50.01%	50.01%	50.01%	50.01%
MDS Consulting, SA	a)	Maia	100.00%	50.01%	100.00%	50.01%
MDS Malta Holding Limited	a)	Malta	100.00%	50.01%	100.00%	50.01%
Miral Administração e Corretagem de Seguros, Ltda	a)	Brasil	100.00%	50.01%	100.00%	50.01%
Mds Knowledge Centre, Unipessoal, Lda	a)	Lisboa	100.00%	50.01%	100.00%	50.01%
MDS Affinity-Sociedade de Mediação Lda	a)	Porto	100.00%	50.01%	100.00%	50.01%
Polinsur - Mediação de Seguros, Lda	a)	Oeiras	100.00%	50.01%	100.00%	50.01%
Modelo - Distribuição de Materiais de Construção, SA	b)	Maia	50.00%	50.00%	50.00%	50.00%
Quorum Corretora de Seguros, Ltda	a)	Brazil	100.00%	50.01%	100.00%	50.01%
RSI Corretora de Seguros, Ltda	a)	Brazil	100.00%	50.01%	100.00%	50.01%
Serenitas - Soc. Mediação Seguros, Lda	a)	Lisboa	100.00%	50.01%	100.00%	50.01%
Terra Nossa Corretora de Seguros, Ltda	a)	Brazil	100.00%	50.01%	100.00%	50.01%

Others						
Libra Serviços, Lda	a)	Funchal	100.00%	100.00%	100.00%	100.00%
Sonae Investments, BV	a)	Amsterdam (Holland)	100.00%	100.00%	100.00%	100.00%
Sonae RE, SA	a)	Luxemburg	99.92%	99.92%	99.92%	99.92%
Sonaecenter Serviços, SA	a)	Maia	100.00%	100.00%	100.00%	100.00%
Sontel, BV	a)	Amsterdam (Holland)	100.00%	100.00%	100.00%	100.00%

a) Control held by majority of voting rights;

b) Control held by Management control;

c) Control determined in accordance with SIC 12 - Special purpose entities.

1) Companies created during the period;

2) Company acquired in May 2012.

These companies were included in the consolidation by the full consolidation method.

5 INVESTMENTS IN JOINTLY CONTROLLED ENTITIES AND ASSOCIATED COMPANIES

Investments in jointly controlled entities and associated companies, their head offices and the percentage of share capital held as at 30 June 2012 and 31 December 2011 are as follows:

			Percentage of capital held			
			30 June 2012		31 December 2011	
	COMPANY	Head Office	Total	Direct	Total	Direct
	Retail					
	Sempre a Postos - Produtos Alimentares e Utilidades, Lda	Lisboa	25.00%	25.00%	25.00%	25.00%
	Mundo Vip - Operadores Turísticos, SA	Lisboa	33.34%	33.34%	33.34%	33.34%
	Shopping Centres					
	8ª avenida Centro Comercial, SA	Maia	100.00%	23.75%	100.00%	23.75%
1)	3DO Shopping Centre GmbH	Dusseldorf (Germany)	100.00%	50.00%	100.00%	50.00%
1)	3shoppings - Holding, SGPS, SA	Maia	100.00%	25.05%	100.00%	25.05%
1)	Adlands BV	Amsterdam (Holland)	50.00%	25.00%	50.00%	25.00%
1)	Aegean Park, SA	Athens (Greece)	100.00%	25.00%	100.00%	25.00%
1)	Airone - Shopping Centre, Srl	Milan (Italy)	100.00%	25.05%	100.00%	25.05%
	ALBCC – Albufeirashopping – Centro Comercial, SA	Maia	50.00%	11.88%	50.00%	11.88%
1)	ALEXA Administration GmbH	Berlin (Germany)	100.00%	25.00%	100.00%	25.00%
	Alexa Asset GmbH & Co	Dusseldorf (Germany)	25.00%	2.25%	25.00%	2.25%

1)	ALEXA Holding GmbH	Dusseldorf (Germany)	100.00%	50.00%	100.00%	50.00%
1)	ALEXA Shopping Centre GmbH	Dusseldorf (Germany)	100.00%	50.00%	100.00%	50.00%
1)	Algarveshopping - Centro Comercial, SA	Maia	100.00%	25.05%	100.00%	25.05%
1)	ARP Alverca Retail Park, SA	Maia	50.00%	25.00%	50.00%	25.00%
1)	Arrábidashopping - Centro Comercial, SA	Maia	50.00%	12.53%	50.00%	12.53%
1)	Avenida M-40, BV	Amsterdam (Holland)	100.00%	25.05%	100.00%	25.05%
1)	Beralands BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
	Cmpo Limpo Lda	S. Paulo (Brazil)	20.00%	5.00%	20.00%	5.00%
1)	Cascaishopping - Centro Comercial, SA	Maia	50.00%	12.53%	50.00%	12.53%
1)	Cascaishopping Holding I, SGPS, SA	Maia	100.00%	25.05%	100.00%	25.05%
1)	CCCB Caldas da Rainha - Centro Comercial,SA	Maia	100.00%	50.00%	100.00%	50.00%
1)	Centro Colombo - Centro Comercial, SA	Maia	100.00%	12.53%	100.00%	12.53%
1)	Centro Vasco da Gama - Centro Comercial, SA	Maia	50.00%	12.53%	50.00%	12.53%
1)	Coimbrashopping - Centro Comercial, SA	Maia	100.00%	25.05%	100.00%	25.05%
1)	Colombo Towers Holding, BV	The Hague (Holland)	50.00%	25.00%	50.00%	25.00%
1)	Craiova Mall BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Dortmund Tower GmbH	Dusseldorf (Germany)	100.00%	50.00%	100.00%	50.00%
1)	Dos Mares - Shopping Centre, BV	Amsterdam (Holland)	100.00%	25.05%	100.00%	25.05%
1)	Dos Mares - Shopping Centre, SA	Madrid (Spain)	100.00%	25.05%	100.00%	25.05%
1)	El Rosal Shopping, SA	Madrid (Spain)	100.00%	50.00%	100.00%	50.00%
1)	Estação Viana - Centro Comercial, SA	Viana do Castelo	100.00%	25.05%	100.00%	25.05%
1)	Freccia Rossa - Shopping Centre, Srl	Milan (Italy)	50.00%	25.00%	50.00%	25.00%
1)	Fundo de Investimento Imobiliário Parque Dom Pedro Shopping Center (FundII)	São Paulo (Brazil)	50.00%	3.99%	50.00%	3.99%
1)	Fundo de Investimento Imobiliário Shopping Parque Dom Pedro Shopping	São Paulo (Brazil)	87.61%	16.90%	87.61%	16.90%
1)	Gaiashopping I - Centro Comercial, SA	Maia	50.00%	12.53%	50.00%	12.53%
1)	Gaiashopping II - Centro Comercial, SA	Maia	100.00%	12.53%	100.00%	12.53%
1)	Gli Orsi Shopping Centre 1, Srl	Milan (Italy)	100.00%	50.00%	100.00%	50.00%
1)	Guimarãeshopping - Centro Comercial, SA	Maia	100.00%	25.05%	100.00%	25.05%
1)	Harvey Dos Iberica, SL	Madrid (Spain)	50.00%	12.53%	50.00%	12.53%
1)	Le Terrazze – Shopping Centre 1, Srl	Milan (Italy)	50.00%	25.00%	50.00%	25.00%
1)	Iberian Assets, SA	Madrid (Spain)	49.78%	12.48%	49.78%	12.48%
1)	Inparsa - Gestão de Galeria Comerc., SA	Maia	100.00%	50.00%	100.00%	50.00%
1)	Ioannina Development of Shopping Centres, SA	Athens (Greece)	100.00%	50.00%	100.00%	50.00%
1)	La Farga - Shopping Centre, SL	Madrid (Spain)	100.00%	12.48%	100.00%	12.48%

1)	Larissa Development of Shopping Centres, SA	Athens (Greece)	100.00%	25.00%	100.00%	25.00%
	LCC – Leiriashopping – Centro Comercial, SA	Maia	100.00%	23.75%	100.00%	23.75%
1)	Loop 5 - Shopping Centre Gmbh	Dusseldorf (Germany)	50.00%	25.00%	50.00%	25.00%
	Loureshopping – Centro Comercial, SA	Maia	100.00%	23.75%	100.00%	23.75%
1)	Luz del Tajo - Centro Comercial, SA	Madrid (Spain)	100.00%	25.05%	100.00%	25.05%
1)	Luz del Tajo, BV	Amsterdam (Holland)	100.00%	25.05%	100.00%	25.05%
1)	Madeirashopping - Centro Comercial, SA	Funchal (Madeira)	50.00%	12.53%	50.00%	12.53%
1)	Maiashopping - Centro Comercial, SA	Maia	100.00%	25.05%	100.00%	25.05%
1)	Münster Arkaden, BV	Amsterdam (Holland)	100.00%	25.05%	100.00%	25.05%
1)	Norte Shopping Retail and Leisure Centre, BV	Amsterdam (Holland)	50.00%	12.53%	50.00%	12.53%
1)	Norteshopping - Centro Comercial, SA	Maia	100.00%	12.53%	100.00%	12.53%
1)	Pantheon Plaza BV	Amsterdam (Holland)	50.00%	25.00%	50.00%	25.00%
1)	Paracentro - Gestão de Galerias Comerciais, SA	Maia	100.00%	50.00%	100.00%	50.00%
1)	Park Avenue Developement of Shopping Centers, SA	Athens (Greece)	100.00%	25.00%	100.00%	25.00%
1)	Parque Atlântico Shopping - Centro Comercial SA	Ponta Delgada (Açores)	50.00%	12.53%	50.00%	12.53%
1)	Parque D. Pedro 1, BV Sarl	Luxemburg	100.00%	25.00%	100.00%	25.00%
1)	Parque de Famalicão - Empreendimentos Imobiliários, SA	Maia	100.00%	50.00%	100.00%	50.00%
1)	Parque Principado, SL	Madrid (Spain)	50.00%	12.53%	50.00%	12.53%
1)	Pátio Boavista Shopping, Ltda	São Paulo (Brazil)	100.00%	16.66%	100.00%	16.66%
1)	Pátio Goiânia Shopping, Ltda	São Paulo (Brazil)	100.00%	16.66%	100.00%	16.66%
1)	Pátio Londrina Empreendimentos e Participações, Ltda	São Paulo (Brazil)	100.00%	16.66%	100.00%	16.66%
1)	Pátio Penha Shopping, Ltda	São Paulo (Brazil)	100.00%	16.66%	100.00%	16.66%
1)	Pátio São Bernardo Shopping Ltda	São Paulo (Brazil)	100.00%	16.66%	100.00%	16.66%
1)	Pátio Sertório Shopping Ltda	São Paulo (Brazil)	100.00%	16.66%	100.00%	16.66%
1)	Pátio Uberlândia Shopping Ltda	São Paulo (Brazil)	100.00%	16.66%	100.00%	16.66%
1)	Plaza Eboli - Centro Comercial, SA	Madrid (Spain)	100.00%	50.00%	100.00%	50.00%
1)	Plaza Eboli, BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Plaza Mayor Holding, SGPS, SA	Maia	100.00%	25.05%	100.00%	25.05%
1)	Plaza Mayor Parque de Ócio, BV	Amsterdam (Holland)	100.00%	25.05%	100.00%	25.05%
1)	Plaza Mayor Parque de Ócio, SA	Madrid (Spain)	100.00%	25.05%	100.00%	25.05%
1)	Plaza Mayor Shopping, BV	Amsterdam (Holland)	100.00%	25.05%	100.00%	25.05%
1)	Plaza Mayor Shopping, SA	Madrid (Spain)	100.00%	25.05%	100.00%	25.05%
	PORTCC – Portimãoshopping – Centro Comercial, SA	Maia	50.00%	11.88%	50.00%	11.88%
1)	Project 4, Srl	Milan (Italy)	100.00%	50.00%	100.00%	50.00%
1)	Project SC 1, BV	Amsterdam	50.00%	25.00%	50.00%	25.00%

		(Holland)				
1)	Project SC 2, BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Project Sierra 2, BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Project Sierra 6, BV	Amsterdam (Holland)	50.00%	25.00%	50.00%	25.00%
1)	Project Sierra 8 BV	Amsterdam (Holland)	100.00%	25.05%	100.00%	25.05%
1)	Project Sierra 10 BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Project Sierra Four SA	Bucharest (Romania)	100.00%	50.00%	100.00%	50.00%
1)	Project Sierra Germany 2 (two), Shopping Centre GmbH	Dusseldorf (Germany)	100.00%	50.00%	100.00%	50.00%
1)	Project Sierra Germany 3 (three), Shopping Centre, GmbH	Dusseldorf (Germany)	100.00%	50.00%	100.00%	50.00%
1)	Project Sierra Germany 4 (four), Shopping Centre, GmbH	Dusseldorf (Germany)	100.00%	50.00%	100.00%	50.00%
1)	Project Sierra Germany Shopping Centre 1 BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Project Sierra Germany Shopping Centre 2 BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Project Sierra Italy 2 - Development of Shopping Centres, Srl	Milan (Italy)	100.00%	50.00%	100.00%	50.00%
1)	Project Sierra Portugal VIII - Centro Comercial, SA	Maia	100.00%	50.00%	100.00%	50.00%
1)	Project Sierra Spain 1, BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Project Sierra Spain 2 - Centro Comercial, SA	Madrid (Spain)	100.00%	50.00%	100.00%	50.00%
1)	Project Sierra Spain 2, BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Project Sierra Spain 3 - Centro Comercial, SA	Madrid (Spain)	50.00%	25.00%	50.00%	25.00%
1)	Project Sierra Spain 3, BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Project Sierra Spain 7 - Centro Comercial, SA	Madrid (Spain)	100.00%	50.00%	100.00%	50.00%
1)	Project Sierra Spain 7, BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Project Sierra Two Srl	Bucharest (Romania)	100.00%	50.00%	100.00%	50.00%
	Rio Sul – Centro Comercial, SA	Lisboa	50.00%	11.88%	50.00%	11.88%
1)	River Plaza BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	River Plaza Mall, Srl	Bucharest (Romania)	100.00%	50.00%	100.00%	50.00%
1)	S.C. Microcom Doi Srl	Bucharest (Romania)	100.00%	50.00%	100.00%	50.00%
1)	SC Aegean, BV	Amsterdam (Holland)	50.00%	25.00%	50.00%	25.00%
1)	SC Mediterranean Cosmos, BV	Amsterdam (Holland)	50.00%	12.53%	50.00%	12.53%
	Serra Shopping – Centro Comercial, SA	Covilhã	50.00%	11.88%	50.00%	11.88%
1)	Shopping Centre Colombo Holding, BV	Amsterdam (Holland)	50.00%	12.53%	50.00%	12.53%
1)	Shopping Centre Parque Principado, BV	Amsterdam (Holland)	100.00%	25.05%	100.00%	25.05%
1)	Sierra Brazil 1, BV	Amsterdam (Holland)	100.00%	25.00%	100.00%	25.00%
1)	Sierra Central, S.A.S.	Santiago de Cali(Colombia)	50.00%	25.00%	50.00%	25.00%

1)	Sierra Charagionis Development of Shopping Centers, SA	Athens (Greece)	50.00%	25.00%	50.00%	25.00%
1)	Sierra Corporate Services Holland, BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Sierra Development of Shopping Centres Greece, SA	Athens (Greece)	100.00%	50.00%	100.00%	50.00%
1)	Sierra Berlin Holding BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Sierra Developments Holding, BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Sierra Developments Romania SRL	Bucharest (Romania)	100.00%	50.00%	100.00%	50.00%
1)	Sierra Developments, SGPS, SA	Maia	100.00%	50.00%	100.00%	50.00%
1)	Sierra Enplanta, Ltda	São Paulo (Brazil)	100.00%	16.66%	100.00%	16.66%
1)	Sierra European Retail Real Estate Assets Holdings, BV	Amsterdam (Holland)	50.10%	25.05%	50.10%	25.05%
1)	Sierra Germany GmbH	Dusseldorf (Germany)	100.00%	50.00%	100.00%	50.00%
1)	Sierra GP, Limited	Guernsey (U.K.)	100.00%	50.00%	100.00%	50.00%
1)	Sierra Investimentos Brasil Ltda	São Paulo (Brazil)	100.00%	16.66%	100.00%	16.66%
1)	Sierra Investments (Holland) 1, BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Sierra Investments (Holland) 2, BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Sierra Investments Holding, BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Sierra Investments SGPS, SA	Maia	100.00%	50.00%	100.00%	50.00%
1)	Sierra Italy Holding, BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Sierra Italy, Srl	Milan (Italy)	100.00%	50.00%	100.00%	50.00%
1)	Sierra Portugal, SA	Lisboa	100.00%	50.00%	100.00%	50.00%
1)	Sierra Management, SGPS, SA	Maia	100.00%	50.00%	100.00%	50.00%
1)	Sierra Property Management Greece, SA	Athens (Greece)	100.00%	50.00%	100.00%	50.00%
1)	Sierra Property Management, Srl	Bucharest (Romania)	100.00%	50.00%	100.00%	50.00%
1)	Sierra Solingen Holding GmbH	Dusseldorf (Germany)	100.00%	25.00%	100.00%	25.00%
1)	Sierra Spain – Shopping Centers Services, SL	Madrid (Spain)	100.00%	50.00%	100.00%	50.00%
1)	Solingen Shopping Center GmbH	Dusseldorf (Germany)	100.00%	50.00%	100.00%	50.00%
1)	Sonae Sierra Brasil, SA	São Paulo (Brazil)	66.65%	16.66%	66.65%	16.66%
1)	Sonae Sierra Brazil, BV Sarl	Luxemburg	50.00%	25.00%	50.00%	25.00%
1)	Sonae Sierra, SGPS, SA	Maia	50.00%	50.00%	50.00%	50.00%
1)	SPF - Sierra Portugal	Luxemburg	100.00%	50.00%	100.00%	50.00%
	SPF - Sierra Portugal Real Estate, Sarl	Luxemburg	47.50%	23.75%	47.50%	23.75%
1)	Torre Ocidente - Imobiliária, SA	Maia	50.00%	12.50%	50.00%	12.50%
1)	Unishopping Administradora, Ltda	São Paulo (Brazil)	100.00%	16.66%	100.00%	16.66%
1)	Unishopping Consultoria Imobiliária, Ltda	São Paulo (Brazil)	99.98%	16.66%	99.98%	16.66%
1)	Valecenter, Srl	Milan (Italy)	100.00%	25.05%	100.00%	25.05%

1)	Via Catarina - Centro Comercial, SA	Maia	50.00%	12.53%	50.00%	12.53%
1)	Vuelta Omega, S.L.	Madrid (Spain)	100.00%	12.53%	100.00%	12.53%
1)	Weiterstadt Shopping BV	Amsterdam (Holland)	100.00%	50.00%	100.00%	50.00%
1)	Zubiarte Inversiones Inmobiliarias, SA	Madrid (Spain)	49.83%	12.48%	49.83%	12.48%
	Telecommunications					
1)	Unipress - Centro Gráfico, Lda	Vila Nova de Gaia	50.00%	26.95%	50.00%	27.26%
	SIRS – Sociedade Independente de Radiodifusão Sonora, SA	Porto	45.00%	24.30%	45.00%	24.53%
2)	Infosystems – Sociedade de Sistemas de Informação, S.A.	Luanda (Angola)	50,00%	27,48%	-	-
2)	SSI Angola, S.A.	Luanda (Angola)	100,00%	27,48%	-	-
	Investment Management					
	Cooper Gay Swett & Crawford Ltd	U.K.	25.10%	12.55%	25.10%	12.55%
1)	Equador & Mendes - Agência de Viagens e Turismo, Lda	Lisboa	50.00%	37.50%	50.00%	37.50%
1)	Marcas do Mundo - Viagens e Turismo, Sociedade Unipessoal, Lda	Lisboa	50.00%	50.00%	50.00%	50.00%
1)	Movimentos Viagens - Viagens e Turismo, Sociedade Unipessoal, Lda	Lisboa	50.00%	50.00%	50.00%	50.00%
1)	Nova Equador Internacional, Agência de Viagens e Turismo, Lda	Lisboa	50.00%	50.00%	50.00%	37.50%
1)	Puravida - Viagens e Turismo, Lda	Lisboa	50.00%	50.00%	50.00%	50.00%
1)	Nova Equador P.C.O. e Eventos, Sociedade Unipessoal, Lda	Lisboa	50.00%	50.00%	50.00%	37.50%
1)	Raso SGPS, SA	Lisboa	50.00%	50.00%	50.00%	50.00%
1)	Raso - Viagens e Turismo, SA	Lisboa	50.00%	50.00%	50.00%	50.00%
1)	Viagens y Turismo de Geotur España, S.L.	Madrid (Spain)	50.00%	50.00%	50.00%	50.00%

1) Jointly controlled entities included by the proportional method in 2011 (Note 3);

2) Companies created during the period.

Jointly controlled entities and associated companies were consolidated through the equity method.

The value of investments in jointly controlled and associated companies can be analyzed as follows:

COMPANY	30 June 2012	31 December 2011 Restated
Retail		
Sempre a Postos - Produtos Alimentares e Utilidades, Lda	970,608	1,006,690
Mundo Vip - Operadores Turísticos, SA	1,101,337	1,101,337
Shopping Centres		
Sonae Sierra SGPS, SA (consolidated)	472,053,732	503,322,781
Telecommunications		
Unipress - Centro Gráfico, Lda	260,119	661,185
SIRS - Sociedade Independente de Radiodifusão Sonora,	-	-
Infosystems – Sociedade de Sistemas de Informação, S.A.	-	-
SSI Angola, S.A.	-	-
Investment Management		
Cooper Gay Swett & Crawford ltd	20,485,936	18,566,435
Raso SGPS, SA (consolidated)	8,356,793	9,475,661
Total	503,228,525	534,134,089

The aggregated values of main financial indicators of jointly controlled entities and associated companies are as follows:

	Asssets		Liabilities	
	30 June 2012	31 December 2011 Restated	30 June 2012	31 December 2011 Restated
Retail	15,291,653	22,327,332	15,091,259	21,044,150
Shopping Centres	2,101,949,151	2,373,288,733	947,816,799	1,007,923,306
Telecommunications	6,533,350	7,115,708	5,276,471	6,008,405
Investment Management	469,305,998	676,395,425	488,081,284	732,213,964
Total	2,593,080,152	3,079,127,198	1,456,265,813	1,767,189,825

	Income		Expenses	
	30 June 2012	30 June 2011 Restated	30 June 2012	30 June 2011 Restated
Retail	33,269,166	36,534,202	34,614,580	36,917,912
Shopping Centres	91,487,120	131,177,402	97,523,018	110,070,638
Telecommunications	2,082,925	2,251,858	1,836,746	1,924,227
Investment Management	169,764,798	163,410,395	167,988,408	162,254,852
Total	296,604,009	333,373,857	301,962,752	311,167,629

During the periods ended as at 30 June 2012 and 2011 movements in Investments in jointly controlled entities and associated companies are made up as follows:

	30 June 2012			30 June 2011 Restated		
	Proportion on equity	Goodwill	Total investment	Proportion on equity	Goodwill	Total investment
Investments						
Balance as at 1 January	358,778,934	175,355,155	534,134,089	401,118,781	174,279,048	575,397,829
Equity method						
Share of result in jointly controlled entities and associated companies	1,996,845	-	1,996,845	3,859,980	-	3,859,980
Distributed dividends	(10,567,050)	-	(10,567,050)	(12,230,783)	-	(12,230,783)
Effect in equity capital and non-controlling interests	(24,353,444)	2,018,085	(22,335,359)	(8,827,446)	(2,484,237)	(11,311,683)
	325,855,285	177,373,240	503,228,525	383,920,532	171,794,811	555,715,343

The effect on equity results primarily from the effect of currency translation companies with a functional currency other than euro.

6 GROUP COMPANIES, JOINTLY CONTROLLED COMPANIES AND ASSOCIATED COMPANIES EXCLUDED FROM CONSOLIDATION AND OTHER NON-CURRENT INVESTMENTS

Group companies, jointly controlled companies and associated companies excluded from consolidation and other non-current investments, their head offices, percentage of share capital held and book value as at 30 June 2012 and 31 December 2011 are made up as follows:

		Percentage of capital held				Value in the statement of financial position	
		30 June 2012		31 December 2011			
COMPANY	Head Office	Direct	Total	Direct	Total	30 June 2012	31 December 2011 Restated
Retail							
Dispar - Distrib. de Participações, SGPS, SA	Lisbon	14.28%	14.28%	14.28%	14.28%	9,976	9,976
Insco - Insular de Hipermerc., SA	Ponta Delgada	10.00%	10.00%	10.00%	10.00%	748,197	748,197
Telecommunications							
Lusa - Agên. de Notícias de Portugal, SA	Lisbon	1.38%	0.75%	1.38%	0.75%	197,344	197,344
Other investments						36,086,471	39,985,320
Total (Note 11)						37,041,988	40,940,837

As at 30 June 2012 the caption "Other investments" includes 33,720,796 euro (33,737,856 euro at 31 December 2011) for amounts deposited in an Escrow Account which are invested in investments funds with high credit rating and guarantee contractual liabilities assumed on the past sale of Brazil retail operation for which provisions have been recognized (Note 23).

Although in accordance with the deadlines contractually established, the Escrow Account should have already been released by the buyer. That didn’t happen as there are some points of disagreement on the use of the Escrow Account, namely as whether or not, to retain the Escrow Account for ongoing tax additional assessments that have not yet been decided. It is the understanding of the Board of Directors, based on legal opinions of Brazilian and Portuguese lawyers, that the company is acting in accordance with the agreement and that this amount shall be entirely received, and that there are legal means that may be operated so as to compel the buyer to authorize the reimbursement of the Escrow account. There are negotiations currently under way between the two parties in order to release the above mentioned amount.

7 CHANGES IN CONSOLIDATION PERIMETER

7.1 Main acquisitions of companies over the period ended 30 June 2012 are as follows (Note 4):

		Percentage of capital held	
		At acquisition date	
COMPANY	Head Office	Direct	Total
Telecommunications			
Connectiv Solutions, Inc.	Delaware (USA)	100.00%	54.96%

Acquisitions mentioned above had the following impact on the consolidated financial statements for the period ended as at 30 June 2012:

	Telecommunications	
	At acquisition date	30 June 2012
Acquired net assets		
Tangible assets (Note 8)	614,561	641,759
Other assets	1,339,421	386,980
Cash and cash equivalents	330,932	1,556,514
Loans	-	(153,118)
Other liabilities	(892,331)	(743,235)
	1,392,583	1,688,900
Goodwill (Note 10)	8,484,057	
Acquisition price	9,886,640	
Payments made	5,970,672	
Accounts Payable	3,915,968	
	9,886,640	
Net cash outflow arising from acquisition		
Cash consideration paid	5,970,672	
Cash and cash equivalents acquired	(330,932)	
	5,639,740	

Following the acquisition of Connectiv Solutions, the company has made a preliminary assessment of the fair value of acquired assets and assumed liabilities, so the allocation of the purchase price is still subject to change until completion of the period of one year from the date of the acquisition (in accordance with IFRS 3, business combinations).

Nevertheless, the company does not expect significant changes in its financial position as a result from any changes to allocation made.

The acquisition price includes a deferred amount (USD 2 million) to be paid in 2013 and 2014 and a contingent amount to be paid annually, during 4 years, depending on revenues of the company.

As usual on mergers and acquisitions, also in the acquisition of Connectiv, there was a part of the acquisition price which was not possible to be allocated to the fair value of some identified assets and liabilities that was considered as Goodwill. This Goodwill is related to a number of different elements, which cannot be individually quantified and isolated in a viable way and include, for example, synergies, qualified workforce, technical skills and market power. The total amount of this Goodwill will be considered as fiscal cost in Connectiv accounts, for a period of 15 years.

8 TANGIBLE ASSETS

During the six months period ended at 30 June 2012 and 2011, movements in Tangible assets as well as depreciation and accumulated impairment losses, are made up as follows:

	Tangible assets				
	Land and Buildings	Plant and Machinery	Others	Tangible assets in progress	Total Tangible Assets
Gross costs:					
Opening balance as at 1 January 2012 - restated	1,943,600,538	2,189,684,537	383,352,333	64,547,668	4,581,185,076
Acquisitions	1,862,325	4,035,630	7,809,866	67,241,921	80,949,742
Acquisitions of subsidiaries (Note 7)	-	-	1,250,155	-	1,250,155
Disposals	(124,546)	(51,376,636)	(3,391,230)	(525,243)	(55,417,655)
Exchange rate effect	(4,230)	(102,791)	(195,623)	(14,606)	(317,250)
Transfers	4,182,907	59,926,390	5,516,578	(78,794,604)	(9,168,729)
Closing balance as at 30 June 2012	1,949,516,994	2,202,167,130	394,342,079	52,455,136	4,598,481,339
Accumulated depreciation and impairment losses					
Opening balance as at 1 January 2012 - restated	414,752,961	1,178,263,851	315,761,368	-	1,908,778,180
Depreciation of the period	17,326,488	81,276,007	17,991,261	-	116,593,756
Acquisitions of subsidiaries (Note 7)	-	-	635,594	-	635,594
Disposals	(100,449)	(39,925,462)	(3,134,599)	-	(43,160,510)
Exchange rate effect	(5,979)	(63,214)	(135,431)	-	(204,624)
Transfers	(2,536)	(317,386)	(138,521)	-	(458,443)
Closing balance as at 30 June 2012	431,970,485	1,219,233,796	330,979,672	-	1,982,183,953
Carrying amount as at 30 June 2012	1,517,546,509	982,933,334	63,362,407	52,455,136	2,616,297,386

	Tangible assets				
	Land and Buildings	Plant and Machinery	Others	Tangible assets in progress	Total Tangible Assets
Gross costs:					
Opening balance as at 1 January 2011 - restated	1,954,539,711	2,089,794,841	366,443,681	83,389,267	4,494,167,500
Acquisitions	322,872	5,145,065	8,306,513	98,364,384	112,138,834
Acquisitions of subsidiaries	666,625	15,936	406,591	-	1,089,152
Disposals	(32,518,787)	(52,247,423)	(6,821,443)	(747,118)	(92,334,771)
Exchange rate effect	(4,047)	(26,569)	(66,104)	(1,103)	(97,823)
Transfers	6,576,101	89,653,582	10,399,963	(110,594,125)	(3,964,479)
Closing balance as at 30 June 2011 - restated	1,929,582,475	2,132,335,432	378,669,201	70,411,305	4,510,998,413
Accumulated depreciation and impairment losses					
Opening balance as at 1 January 2011 - restated	382,594,714	1,100,870,423	295,320,263	-	1,778,785,400
Depreciation of the period	21,072,817	80,143,357	18,820,496	-	120,036,670
Acquisitions of subsidiaries	55,875	15,936	366,305	-	438,116
Disposals	(6,300,429)	(44,407,210)	(6,596,010)	-	(57,303,649)
Exchange rate effect	(775)	(15,130)	(28,502)	-	(44,407)
Transfers	7,694	(2,925,680)	(2,401)	-	(2,920,387)
Closing balance as at 30 June 2011 - restated	397,429,896	1,133,681,696	307,880,151	-	1,838,991,743
Carrying amount as at 30 June 2011 - restated	1,532,152,579	998,653,736	70,789,050	70,411,305	2,672,006,670

The additions for the periods ended at 30 June 2012 include a set of assets associated with the operation of UMTS (Universal Mobile Telecommunications Service), the HSDPA (Kangaroo Express), GSM (Global Standard for Mobile Communications), GPRS (General Packet Radio Service), the FTTH (Fibre-to-the-Home) and LTE (Long Term Evolution), part of which are associated with ongoing projects, so remain registered in 'tangible fixed assets in progress'.

Disposals for the period ended at 30 June 2012 correspond mainly to the sale of a pool of assets related to 2G, 3G and Microwave (MW) of the telecommunications sector.

Major amounts included in the caption “Tangible assets in progress”, refer to the following projects:

	30 June 2012	30 June 2011 Restated
Refurbishment and expansion of stores in the retail businesses located in Portugal	17,438,300	27,136,221
Refurbishment and expansion of stores in the retail businesses located in Spain	1,652,980	7,414,078
Projects of "Continente" stores for which advance payments were made	8,734,617	10,389,232
Deployment of fixed and mobile network	19,680,373	23,143,180
Others	4,948,866	2,328,594
	52,455,136	70,411,305

9 INTANGIBLE ASSETS

During the six month period ended at 30 June 2012 and 2011, movements in Intangible assets as well as depreciation and accumulated impairment losses, are made up as follows:

	Intangible assets			
	Patents and other similar rights	Others	Intangible assets in progress	Total Intangible Assets
Gross costs:				
Opening balance as at 1 January 2012 - restated	461,394,359	512,244,173	134,955,822	1,108,594,354
Acquisitions	13,453,140	652,436	15,715,714	29,821,290
Disposals	(12,354,264)	(1,132,022)	(367,119)	(13,853,405)
Exchange rate effect	17,670	(2,362,041)	151	(2,344,220)
Transfers	78,749,634	24,209,579	(96,326,166)	6,633,047
Closing balance as at 30 June 2012	541,260,539	533,612,125	53,978,402	1,128,851,066
Accumulated depreciation and impairment losses				
Opening balance as at 1 January 2012 - restated	171,505,301	357,307,264	-	528,812,565
Depreciation of the period	22,888,118	22,245,741	-	45,133,859
Impairment losses of the period (Note 23)	-	-	463,419	463,419
Disposals	(12,349,028)	(1,113,276)	-	(13,462,304)
Exchange rate effect	2,534	(715,215)	-	(712,681)
Transfers	33,615	(60,104)	-	(26,489)
Closing balance as at 30 June 2012	182,080,540	377,664,410	463,419	560,208,369
Carrying amount as at 30 June 2012	359,179,999	155,947,715	53,514,983	568,642,697

	Intangible assets			
	Patents and other similar rights	Others	Intangible assets in progress	Total Intangible Assets
Gross costs:				
Opening balance as at 1 January 2011 - restated	454,452,874	457,236,583	32,135,978	943,825,435
Acquisitions	2,774,795	1,039,507	15,808,866	19,623,168
Disposals	(3,885)	(15,775)	(155,258)	(174,918)
Exchange rate effect	(804)	(719,646)	(748)	(721,198)
Transfers	10,802,956	24,507,509	(23,928,750)	11,381,715
Closing balance as at 30 June 2011 - restated	468,025,936	482,048,178	23,860,088	973,934,202
Accumulated depreciation and impairment losses				
Opening balance as at 1 January 2011 - restated	146,812,550	322,196,976	-	469,009,526
Depreciation of the period	21,479,558	21,529,726	-	43,009,284
Disposals	(3,157)	(2,965)	-	(6,122)
Exchange rate effect	(478)	(118,281)	-	(118,759)
Transfers	(188,103)	(101,635)	-	(289,738)
Closing balance as at 30 June 2011 - restated	168,100,370	343,503,821	-	511,604,191
Carrying amount as at 30 June 2011 - restated	299,925,566	138,544,357	23,860,088	462,330,011

At 30 June 2012 and 2011, the Group kept recorded under the heading 'Intangible assets – brands and contents' the amounts of 175,527,543 euro and 186,457,179 euro, respectively, that correspond to the investments net of depreciations made in the development of the UMTS network, including: (i) 55,505,330 euro (58,505,618 euro in 2011) related to the license; (ii) 18,546,366 euro (19,548,872 euro in 2011) related to the agreement signed in 2002 between Oni Way and the other three mobile telecommunication operators with activity in Portugal; (iii) 5,696,149 euro (6,004,049 euro in 2011) related to a contribution to the 'Fundação para as Comunicações Móveis'', established in 2007, under an agreement entered with 'MOPCT' and the three mobile telecommunication operators in Portugal; and (iv) 91,037,292 euro (97,399,887 euro in 2011) related with the programme 'Initiatives E', these last two associated to the commitments assumed by the Group in relation to the 'Information Society'.

Intangible assets in the period ended at 30 June 2012, includes also an amount of approximately 110 million euro, corresponding to the current value of future payments related with the acquisition of rights of use for frequency (spectrum) bands of 800 MHz, 1800 MHz and 2600 MHz, which will be used to develop 4th generation services (LTE - Long Term Evolution). The payable amount totals 113 million euro. In January 2012, an amount of 83 million euro was already paid. The remaining amount can be paid in five annual instalments of 6 million euro, having the company, at each annual payment, the option to anticipate the payment of the amount in debt. During the period ended 30 June 2012, considering the availability of LTE (Long Term Evolution) technology (although subject to restrictions in some areas of the country) and the subsequent launching the commercial operation, a fraction of the present value of future payments related to the acquisition of rights of use for 4th generation frequencies services was transferred from work in progress and the amortization was started, for an estimated period until 2041. Besides the amount of LTE spectrum, the caption 'Brands and patents and other rights' includes an amount of about 16 million euro (17.9 million euro in 2011) that corresponds to the costs incurred for customers' loyalty contracts (Note 3.2.).

Additionally, this heading also includes the fair value attributed to a group of brands with indefinite useful lives, among which the "Continente" brand, 75,000,000 euro (the same amount as at 2011).

10 GOODWILL

During the six month periods ended at 30 June 2012 and 2011 movements in goodwill, as well as in corresponding impairment losses, were made up as follows:

	30 June 2012	30 June 2011 Restated
Gross value		
Opening balance	664,766,628	673,559,363
Acquisitions of subsidiaries (Note 7)	8,494,057	2,332,375
Increases	-	223,846
Decreases	-	(1,199,240)
Transfers	(123,736)	-
Exchange rate effect	(2,276,354)	(840,426)
Closing balance	670,860,595	674,075,918
Accumulated impairment losses		
Opening balance	4,953,135	2,528,842
Increases	-	-
Closing balance	4,953,135	2,528,842
Carrying amount	665,907,460	671,547,076

11 OTHER INVESTMENTS

During the six months period ended 30 June 2012 and 2011 movements in other investments were made up as follows:

	30 June 2012		30 June 2011 Restated	
	Non-current	Current	Non-current	Current
Investments in group companies, jointly controlled companies or associated companies excluded from consolidation				
Opening balance as at 1 January - restated	164,090	-	224,090	-
Transfers	-	-	(60,000)	-
Closing balance as at 30 June	164,090	-	164,090	-
Accumulated impairment losses	-	-	-	-
	164,090	-	164,090	-
Other investments:				
Fair value (net of impairment losses) as at 1 January - restated	40,776,747	3,064,149	43,074,614	15,195,954
Acquisitions in the period	600,000	115,254	17,498	481,658
Disposals in the period	(4,499,897)	(1,404,570)	(79,114)	(11,624,317)
Increase/(Decrease) in fair value	1,048	-	(1,660,000)	-
Fair value (net of impairment losses) as at 30 June	36,877,898	1,774,833	41,352,998	4,053,295
Other Investments (Note 6)	37,041,988	1,774,833	41,517,088	4,053,295
Derivative financial instruments (Note 19)				
Fair value as at 1 January - restated	-	2,797,069	-	457,160
Increase/(Decrease) in fair value	-	(1,290,162)	-	(133,625)
Fair value as at 30 June	-	1,506,907	-	323,535
	37,041,988	3,281,740	41,517,088	4,376,830

The financial investments in group companies, jointly controlled companies or associated companies excluded from consolidation are recorded at the acquisition cost net of impairment losses. It is Sonae understanding that no reliable fair value estimate could be made as there is no market data available for these investments. The heading of Other non-current investments includes 3,157,105 euro (2,456,864 euro as at 30 June 2011) of investments recorded at the cost net of impairment losses for the same reasons.

The investments available for sale are net of impairment losses (Note 23) amounting to 92,350 euro (83,067 euro as at 30 June 2011).

Under the caption other non-current financial investments is recorded an amount of 33,720,796 euro related to deposited amounts on an Escrow Account (Note 6).

12 OTHER NON - CURRENT ASSETS

As at 30 June 2012 and 31 December 2011, Other non- current assets are detailed as follows:

	30 June 2012			31 December 2011 Restated		
	Gross Value	Accumulated impairment losses	Carrying Amount	Gross Value	Accumulated impairment losses	Carrying Amount
Loans granted to related parties	9,365,945	-	9,365,945	9,140,430	-	9,140,430
Trade accounts receivable and other debtors						
Legal deposits	1,021,097	-	1,021,097	851,831	-	851,831
Recognition of an amount receivable from Carrefour (a)	9,926,694	-	9,926,694	10,595,846	-	10,595,846
Cautions	5,911,591	-	5,911,591	5,962,373	-	5,962,373
Others	435,712	-	435,712	453,480	-	453,480
	17,295,094	-	17,295,094	17,863,530	-	17,863,530
Technical provisions for assigned reinsurance	11,433,888	-	11,433,888	10,575,646	-	10,575,646
Other non-current assets	363,204	-	363,204	412,408	-	412,408
	38,458,131	-	38,458,131	37,992,014	-	37,992,014

a) As a result of the agreements signed in 2005 by the former subsidiary - Sonae Distribuição Brazil, SA (sold to Wal-Mart in 2005) with Carrefour Comércio e Indústria Ltda, Sonae assumed responsibility to compensate Carrefour for the expenses that would arise from the 10 stores licensing process, in the Brazilian state of São Paulo, that were sold to that entity. During 2010, Carrefour triggered a bank warranty "on first demand" amounting to 25,340,145.80 Brazilian real (approximately 10 million euro) for alleged expenses incurred with the mentioned stores and that, allegedly, arose from the need to remedy deficiencies cited by competent authorities for the licensing process. However no evidence of those expenses were presented to Sonae, or proof of the necessity of carrying out such costs for the licensing process as established on the mentioned agreements.

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

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

13 TRADE ACCOUNTS RECEIVABLE AND OTHER CURRENT ASSETS

As at 30 June 2012 and 31 December 2011, Trade account receivable and other current assets are detailed as follows:

	30 June 2012	31 December 2011 Restated
Trade accounts receivable	219,922,696	257,235,975
Taxes recoverable	66,860,446	99,411,123
Granted loans to related companies	16,083,724	16,217,863
Other debtors		
Trade creditors - debtor balances	36,101,633	40,525,100
Special regime for payment of tax and social security debts	12,047,568	12,047,568
"Iniciativas E" program	11,335,597	12,626,005
Reinsurance operations	15,232,880	7,264,352
Exchange equipment	9,442,535	-
Advances to suppliers	6,861,525	3,516,899
VAT recoverable on real estate assets and discount granted	1,126,055	444,020
Vouchers and gift cards	1,448,788	3,286,352
Advances to agents	1,551,025	875,217
Accounts receivable from the disposal of fixed assets	815,717	884,139
Revocation of contracts for acquisition of stores	497,064	343,779
Other debtors	16,157,861	15,732,383
	112,618,248	97,545,814
Other current assets		
Invoices to be issued	55,226,214	56,960,732
Commercial discounts	56,622,974	29,937,096
Prepayments of external supplies and services	21,043,907	18,552,692
Prepayments - Rents	7,408,579	6,563,537
Commissions to be received	1,313,416	1,794,095
Other current assets	11,833,025	11,360,372
	153,448,115	125,168,524
Accumulated impairment losses in receivables accounts (Note 23)	(91,474,651)	(103,217,668)
	477,458,578	492,361,631

14 DEFERRED TAX

Deferred tax assets and liabilities as at 30 June 2012 and 31 December 2011 can be detailed as follows, split between the different types of temporary differences:

	Deferred tax assets		Deferred tax liabilities	
	30 June 2012	31 December 2011 Restated	30 June 2012	31 December 2011 Restated
Difference between fair value and acquisition cost	3,543,505	3,408,306	39,105,025	40,380,932
Harmonisation adjustments	6,835,539	7,018,308	63,410,726	60,359,533
Provisions and impairment losses not accepted for tax purposes	43,410,546	38,080,776	-	-
Write off of tangible and intangible assets	38,534,968	43,925,949	-	-
Write off of deferred costs	16,835,601	20,202,721	1,070,240	12,574
Valuation of hedging derivatives	111,711	9,426	236,636	582,921
Temporary differences arising from the securitization operation	4,830,000	6,440,000	-	-
Amortisation of goodwill for tax purposes	-	-	23,034,053	22,336,051
Deferred soliciting clients costs	-	-	1,919,666	4,688,545
Revaluation of tangible assets	-	-	1,777,566	1,845,556
Tax losses carried forward	106,819,806	96,826,480	-	-
Reinvested capital gains/(losses)	-	-	1,131,976	1,197,663
Others	5,720,587	5,963,283	2,399,084	2,787,774
	226,642,263	221,875,249	134,084,972	134,191,549

In accordance with the tax statements and tax estimates presented by companies that recorded deferred tax assets arising from tax losses carried forward, as at 30 June 2012 and 31 December 2011, and using exchange rates effective at that time, tax losses carried forward can be summarised as follows:

	30 June 2012			31 December 2011 Restated		
	Tax losses carried forward	Deferred tax assets	Time limit	Tax losses carried forward	Deferred tax assets	Time limit
With limited time use						
Generated in 2007	1,223,112	305,778	2013	1,223,112	305,778	2013
Generated in 2008	1,522,393	380,598	2014	1,522,393	380,598	2014
Generated in 2009	16,803,262	4,200,815	2015	26,546,566	6,636,641	2015
Generated in 2010	99,670	24,918	2014	99,670	24,918	2014
Generated in 2011	1,209,532	302,383	2015	1,209,525	302,381	2015
Generated in 2012	26,954,815	6,771,071	2016	-	-	
	47,812,784	11,985,563		30,601,266	7,650,316	
Without limited time use	1,109,231	145,788		2,179,028	509,519	
With a time limit different from the above mentioned	315,498,163	94,688,455		295,437,281	88,666,645	
	316,607,394	94,834,243		297,616,309	89,176,164	
	364,420,178	106,819,806		328,217,575	96,826,480	

As at 30 June 2012 and 31 December 2011, deferred tax assets resulting from tax losses carried forward were re-assessed against each company's business plans, which are regularly updated, and available tax planning opportunities. Deferred tax assets have only been recognized to the extent that future taxable profits will arise which may be offset against available tax losses or against deductible temporary differences. This evaluation was based in the company’s business plans, which are periodically reviewed and updated, and on identified and available tax planning opportunities.

As at 30 June 2012 there was tax losses carried forward tax losses carried forward, for which no deferred tax assets were recognized due to prudential reasons. These may be summarised as follows:

	30 June 2012			31 December 2011 Restated		
	Tax losses carried forward	Deferred tax credit	Time limit	Tax losses carried forward	Deferred tax credit	Time limit
With limited time use						
Generated in 2006	17,148,500	4,287,126	2012	19,421,434	4,855,359	2012
Generated in 2007	56,163,236	14,040,811	2013	56,171,546	14,042,888	2013
Generated in 2008	10,256,055	2,564,014	2014	10,256,055	2,564,014	2014
Generated in 2009	17,526,832	4,381,707	2015	24,814,767	6,203,691	2015
Generated in 2010	14,258,073	3,564,518	2014	15,265,401	3,816,351	2014
Generated in 2011	7,520,671	1,880,168	2015	7,205,829	1,801,457	2015
Generated in 2012	4,650,757	1,162,689	2016	-	-	
	127,524,124	31,881,033		133,135,032	33,283,760	
Without limited time use	39,414,504	11,168,834		37,624,334	10,604,792	
With a time limit different from the above mentioned	230,059,207	57,839,312		231,159,040	57,635,615	
	269,473,711	69,008,146		268,783,374	68,240,407	
	396,997,835	100,889,179		401,918,406	101,524,167	

15 CASH AND CASH EQUIVALENTS

As at 30 June 2012 and 31 December 2011, Cash and cash equivalents can be detailed as follows:

	30 June 2012	31 December 2011 Restated
Cash at hand	6,955,987	7,167,909
Bank deposits	119,862,492	262,539,711
Treasury applications	76,061,861	150,461,766
Cash and cash equivalents on the balance sheet	202,880,340	420,169,386
Bank overdrafts (Note 18)	(22,183,861)	(4,712,270)
Cash and cash equivalents on the statement of cash flows	180,696,479	415,457,116

Bank overdrafts are disclosed in the balance sheet under Current loans.

16 SHARE CAPITAL

As at 30 June 2012, the share capital, which is fully subscribed and paid for, is made up of 2,000,000,000 ordinary shares, which do not have the right to a fixed dividend, with a nominal value of 1 euro each.

On 15 November 2007, Sonae Holding sold, 132,856,072 Sonae Holding shares directly owned by the Company. The shares were sold in a market operation at the unit price of 2.06 euro per share and resulted on a cash inflow (net of brokerage commissions) of 273,398,877 euro.

On the same date, Sonae Investments, BV, wholly owned by Sonae Holding entered into a derivative financial instrument - Cash Settled Equity Swap - over a total of 132,800,000 Sonae Holding shares, representative of 6.64% of its share capital.

This transaction has a maximum maturity of three years and a strictly financial liquidation, without any duty or right for the Company or any of its associated companies in the purchase of these shares. This transaction allows Sonae Investments BV to totally maintain the economic exposure to the sold shares.

In this context, although legally all the rights and obligations inherent to these shares have been transferred to the buyer, Sonae Holding did not derecognize their own shares, recording a liability in the caption “Other non-current liabilities” (Note 20). According to the interpretation made by Sonae of the IAS 39, applied by analogy to own equity instruments, the derecognition of own shares is not allowed as Sonae maintains the risks and rewards arising on the instruments sold.

Consequently, Sonae maintains the deduction from Equity amounting to the acquisition cost of the 132,800,000 shares (138,568,275 euro), and has accounted for the consideration received for the above mentioned sale of own shares in the caption “Other non-current liabilities” (273,568,000 euro).

Due to the detach of Sonae Capital SGPS, SA, as at 4 January 2008, demerger rights attributable to the 132,800,000 Sonae SGPS, SA shares subject to the above mentioned agreement, Sonae recognized an asset measured at its' fair value . This asset has not been derecognized as Sonae also entered into a Cash Settled Equity Swap over the Sonae Capital SGPS, SA shares, and therefore a liability was recognized.

On 23 April 2009, 10 March 2010 and 28 March 2011 Sonae Investments BV requested a partial cancellation of the Cash settled Equity Swap for 1,134,965, 1,185,144 and 3,639,140 shares of Sonae Holding respectively. Consequently the derivative underlying asset was updated to 126,840,751 Sonae Holding shares.

On 19 October 2010 Sonae Investments BV has agreed with a financial institution to extend the maturity of the Cash Settled Equity Swap over the 130,479,891 Sonae Holding´s shares. The renovation is done for a maximum of 3 additional years, until November 2013 and maintains the settlement mechanism of the transaction that remains strictly cash settled. The Cash Settled Equity Swap, over shares of Sonae Capital, was not subject to extension of maturity, and Sonae acquired 16,600,000 shares in the market representing 6.6% of the capital of Sonae Capital, in result of fair value, during the period ended at 30 June 2012 Sonae Capital shares were sold (Note 11).

Therefore and for the transactions described above, the value of liabilities at 30 June 2012 is 48,199,485 euro on the market value of Sonae Holding (Note 20).

These liabilities are adjusted at the end of each month by the effect in Sonae Holding share price, being recognized a current asset/liability in order to present the right/obligation related to the cash settlement of the operation that resets monthly.

Additionally, the costs related to the "floating amount" based on Euribor 1 month are recorded in the income statement.

The amount receivable accrued based on dividends distributed by the company is credited to equity in order to offset the negative variation caused by their distribution.

The number of shares taken into consideration to calculate earnings per share includes the shares referred to above as a deduction to the shares issued by the Company (Note 27).

At 30 June 2012, the following entities held more than 20% of the subscribed share capital:

Entity	%
Efanor Investimentos, SGPS, SA and subsidiaries	52.48

17 NON-CONTROLLING INTERESTS

Movements in Non-controlling interests during the periods ended at 30 June 2012 and 2011 are as follows:

	30 June 2012	30 June 2011 Restated
Opening balance as at 1 January	336,803,275	318,520,043
Dividends	(11,502,458)	(8,361,143)
Exchange rate effect	(824,045)	368,853
Acquisition of subsidiaries	-	253,523
Capital increase and share premium	-	1,276,562
Increased shareholding by acquisitions	(2,602,738)	-
Changes in hedge and fair value reserves	(19,625)	(37,469)
Others	(1,608,315)	412,209
Profit for the period attributable to non controlling interests	16,820,467	11,710,940
Closing balance	337,066,561	324,143,518

18 LOANS

As at 30 June 2012 and 31 December 2011, Loans are made up as follows:

	30 June 2012		31 December 2011 Restated	
	Outstanding amount		Outstanding amount	
	Current	Non Current	Current	Non Current
Bank loans				
Sonae, SGPS, SA - commercial paper	145,500,000	-	90,600,000	-
Sonae Investimentos, SGPS, SA - commercial paper	-	272,000,000	-	282,000,000
Sonae Holding afiliated	10,000,000	-	10,000,000	-
Sonae Investimentos afiliated	-	75,000,000	-	75,000,000
Sonaecom SGPS, SA - commercial paper	123,000,000	-	118,000,000	-
MDS, SGPS, SA - commercial paper	-	13,000,000	-	14,400,000
Lazam, SA	-	19,776,780	-	21,109,920
Others	3,689,329	14,321,371	3,741,249	10,000,384
	282,189,329	394,098,151	222,341,249	402,510,304
Bank overdrafts (Note 15)	22,183,861	-	4,712,270	-
Up-front fees beard with the issuance of borrowings	(47,977)	(1,160,835)	(171,289)	(1,155,243)
Bank loans	304,325,213	392,937,316	226,882,230	401,355,061
Bonds				
Bonds Sonae / 05	100,000,000	-	-	100,000,000
Bonds Sonae 2007/2014	-	150,000,000	-	150,000,000
Bonds Sonae 2007/2015	-	250,000,000	-	250,000,000
Bonds Modelo Continente / 2005 / 2012	150,000,000	-	150,000,000	-
Bonds Modelo Continente / 2007 / 2012	-	-	200,000,000	-
Bonds Sonae Distribuição / 2007 / 2015	-	200,000,000	-	200,000,000
Bonds Sonae Distribuição / 2007 / 2015	-	310,000,000	-	310,000,000
Bonds Sonae Distribuição / 2009 / 2014	16,000,000	18,000,000	16,000,000	26,000,000
Bonds Sonae Investimentos / 2012 / 2017	-	170,000,000	-	-
Bonds Sonaecom / 2005/2013	150,000,000	-	-	150,000,000
Bonds Sonaecom / 2010/2013	30,000,000	-	-	30,000,000
Bonds Sonaecom / 2010/2015	-	40,000,000	-	40,000,000
Bonds Sonaecom / 2011/2015	-	100,000,000	-	100,000,000
Up-front fees beard with the issuance of borrowings	(336,159)	(6,273,767)	(143,080)	(6,565,687)
Bonds	445,663,841	1,231,726,233	365,856,920	1,349,434,313
Other loans	15,350	126,395	33,465	126,395
Derivative instruments (Note 19)	224,988	10,568,960	42,744	11,007,789
Other loans	240,338	10,695,355	76,209	11,134,184
Obligations under finance leases	6,885,911	29,178,626	6,894,512	28,812,037
	757,115,303	1,664,537,530	599,709,871	1,790,735,595

At 30 June 2012, Sonae has agreed lines of credit and commercial paper amounting to 1,413 million euro, out of which 580 million with firm commitments with maturity not exceeding one year and 530 million euro with firm commitments with maturity over 1 year.

Under the above mentioned lines of credit and commercial paper programs with firm commitments, Group had 529 million credit facilities available to meet its liquidity requirements.

During the month of July, after the date of the statement of financial position, Sonae materialized financing transactions in the amount of 370 million euro that are not expressed in these financial statements.

The interest rate as at 30 June 2012 of bonds and loans were in average 2.79% (2.82% at 31 December 2011).

Bank loans bear interests at market rates based on Euribor for each interest payment term, therefore the fair value of bank loans are estimated to be similar to their market value.

The derivative instruments are recorded at fair value (Note 19).

The repayment schedule of the nominal value of loans can be summarised as follows:

	30 June 2012	31 December 2011 Restated
N+1 [a)]	757,274,451	599,981,496
N+2	409,382,488	470,421,202
N+3	428,651,296	395,395,553
N+4	440,547,256	781,588,750
N+5	364,791,807	117,157,936
After N+5	18,030,325	22,885,295
	2,418,677,623	2,387,430,232

a) Includes the amounts drawn under commercial paper programs.

The maturities above were estimated in accordance with the contractual terms of loans that do not include financial covenants.

19 DERIVATIVES

Exchange rate derivatives

Sonae uses exchange rate derivatives, essentially to hedge future cash flows.

As such, Sonae contracted several exchange rate forwards and options in order to manage its exchange rate exposure.

As at 30 June 2012, there is no exchange rate derivatives that are considered speculative. The fair value of derivatives hedging the exchange rate calculated based on the current market values of financial instruments equivalent exchange rate is 224,988 euro in liabilities, and assets of 1,506,907 euro (42,744 euro in liabilities and 2,797,069 euro in assets as at 31 December 2011).

The computation of the fair value of these financial instruments was made taking into consideration the present value at balance sheet date of the forward settlement amount of the relevant contract. The settlement amount considered in the valuation, is equal to the reference currency notional amount (foreign currency) multiplied by the difference between the contracted forward exchange rate and the forward exchange market rate to the settlement date as at the valuation date.

Gains and losses in the period arising from changes in the fair value of instruments that do not qualify for hedging accounting treatment were recorded directly in the income statement in the caption “Net financial expenses”.

Gains and losses for the period arising from fair value change of derivatives qualified as hedging instruments were recorded in the caption "Hedging reserve" of Comprehensive Income.

Interest rate derivatives

The hedging instruments used by Sonae existing June 30, 2012, relate primarily to "swaps" and interest rate options ("cash flow hedges") contracted with the purpose of hedging interest rate loans amounting to 250 million euro (400 million euro as at 31 December 2011) whose net fair value amounted to EUR -10,568,960 (-11,007,789 euro as at 31 December 2011) of derivatives recorded as liabilities.

Derivatives were valuated considering the estimated future cash-flows, assuming the exercise of the cancellation options by the counterparties when the forward interest rates are higher than the established fixed interest rate. Sonae intends to keep these derivatives until their expiration date, therefore, this valuation is considered to be the most appropriate to estimate the future cash flow of these instruments.

These instruments for hedging interest rate are measured at fair value at the date of the statement of financial position, determined by assessments made by Sonae using the computer systems of valuation of derivative instruments and external evaluations when these systems do not allow valuation of certain instruments. Determining the fair value of financial instruments is based on, for the swaps, the update to the date of the statement of financial position of the "cash flow" future resulting from the difference between the fixed interest rate of the "leg" of the fixed derivative and variable interest rate indexed to the "leg" of the derivative variable. For options the fair value is determined based on the model of "Black-Scholes" and its variants. The estimate of future cash flows is performed based on forward prices implied in the curve and the respective market discount for the present, is performed using the interest rate curve more representative of the market, built on credible sources of information conveyed by Bloomberg, among others. Comparative prices of financial institutions, for specific or similar instruments, are used as reference for evaluation. This analysis assumes that all other variables remain constant.

Interest rate and exchange rate derivatives

As at 30 June 2012 Sonae has contracted derivatives that incorporate risk management of exchange rate risk and interest rate simultaneously.

Fair value of derivatives

The fair value of derivatives is detailed as follows:

	Assets		Liabilities	
	30 June 2012	31 December 2011 Restated	30 June 2012	31 December 2011 Restated
Hedging derivatives				
Exchange rate (Note 11 and 18)	1,506,907	2,797,069	224,988	42,744
Interest rate (Note 18)	-	-	10,568,960	11,007,789
	1,506,907	2,797,069	10,793,948	11,050,533

20 OTHER NON - CURRENT LIABILITIES

As at 30 June 2012 and 31 December 2010, "Other non-current liabilities" is detailed as follows:

	30 June 2012	31 December 2011 Restated
Shareholders loans	37,666,292	36,639,791
Fixed assets suppliers	1,701,708	1,726,708
"Iniciativas E" program	2,253,107	2,253,107
Spectrum for 4th Generation	21,602,124	27,423,410
Other non-current liabilities	61,983,016	78,286,427
Accruals and deferrals	4,240,329	1,234,674
Other non-current liabilities	129,446,576	147,564,117

The caption Shareholders loans relates to affiliated undertakings in the retail and investment management segments. These liabilities do not have a defined vesting date and bear interests at variable market rates.

The caption Other non-current liabilities includes the amount of 48,199,485 euro (58,219,905 euro as at 31 December 2011) related to the fair value of the derivative on Sonae Holding shares referred to in Note 16.

The caption "Spectrum for 4th Generation" is the current value of the amount to be paid in future years, in giving the subsidiary Optimus, frequency of services necessary for the development of 4th generation (Note 9).

21 SHARE-BASED PAYMENTS

In 2012 and in previous years, Sonae granted deferred performance bonuses to its directors and eligible employees. These are either based on shares to be acquired at nil cost, three years after they were attributed to the employee, or based on share options with the exercise price equal to the share price at the grant date, to be exercised three years later. In both cases, the acquisition can be exercised during the period commencing on the third anniversary of the grant date and the end of that year.

As at 30 June 2012, all plans Sonae Holding shares are recorded in the statement of financial position, "Other reserves" against "Personnel expenses" of the shares at fair value determined at grant date of the plan 2012, 2011 and December 31, 2010 for the plans attributed to this change. The expenses of the action plans are recognized over the years that mediate the attribution and exercise of them.

The plans that continue to be settled in cash, shall remain recorded in the balance sheet, in the figure other liabilities of the balance sheet, and staff costs in the income statement.

As at 30 June 2012 and 31 December 2011, the market value of total liabilities arising from share-based payments, which have not yet vested, may be summarised as follows:

	Grant year	Vesting year	Number of participants	Fair value 30 June 2012	Fair value 31 December 2011 Restated
Shares					
	2009	2012	53	-	9,416,984
	2010	2013	435	5,587,328	6,013,658
	2011	2014	432	4,585,466	6,535,923
	2012	2015	433	2,849,795	-
Total				13,022,589	21,966,565

As at 30 June 2012 and 31 December 2011 the financial statements include the following amounts corresponding to the period elapsed between those dates and the date of granting deferred bonus plans, which have not yet vested:

	30 June 2012	31 December 2011 Restated
Staff costs	2,476,083	5,818,947
Recorded in previous years	6,301,504	9,734,086
	8,777,587	15,553,033
Recorded in other liabilities	5,162,716	8,433,044
Recorded value in Other reserves	3,614,871	7,119,989
	8,777,587	15,553,033

22 TRADE CREDITORS AND OTHER CURRENT LIABILITIES

As at 30 June 2012 and 31 December 2011, Trade creditors and other current liabilities were made up as follows:

	30 June 2012	31 December 2011 Restated
Trade creditors	1,028,070,759	1,244,527,123
Taxes payable	52,738,196	68,058,001
Other creditors		
Fixed asset suppliers	51,783,551	81,500,948
Related undertakings	535,693	984,945
Other debts	65,088,250	60,213,370
	117,407,494	142,699,263
Other current liabilities		
Fixed assets accrued costs	3,702,855	87,109,212
Holiday pay and bonuses	114,272,170	114,622,709
Interests payable	15,952,461	16,085,067
Invoices to be issued	28,680,383	33,764,156
Commissions	3,312,357	4,107,730
Marketing expenses	13,381,374	15,219,486
Information society	13,793,752	15,793,539
Other external supplies and services	39,780,822	48,281,811
Accrued income - trade debtors	31,586,721	27,305,184
Deferral of sales of extended warranties	6,768,233	-
Accrued income - rents	576,029	402,199
Others	39,218,850	32,891,749
	311,026,007	395,582,842
	1,509,242,456	1,850,867,229

23 PROVISIONS AND ACCUMULATED IMPAIRMENT LOSSES

Movements in Provisions and impairment losses over the six months period ended at 30 June 2012 and 2011 were as follows:

Caption	Balance as at 1 January 2012 Restated	Increase	Decrease	Balance as at 30 June 2012
Accumulated impairment losses on investments (Note 11)	94,406	-	(2,056)	92,350
Accumulated impairment losses on trade account receivables and other debtors (Note 13)	103,217,668	15,111,800	(26,854,817)	91,474,651
Accumulated impairment losses on inventories	46,773,559	7,938,114	(4,720,916)	49,990,757
Non-current provisions	91,036,377	11,642,592	(5,994,386)	96,684,583
Current provisions	2,266,767	-	(21,000)	2,245,767
	243,388,777	34,692,506	(37,593,175)	240,488,108

Caption	Balance as at 1 January 2011 Restated	Increase	Decrease	Balance as at 30 June 2011 Restated
Accumulated impairment losses on investments (Note 11)	4,413	78,737	(83)	83,067
Accumulated impairment losses on trade account receivables and other debtors	93,253,216	12,285,463	(11,949,859)	93,588,820
Accumulated impairment losses on inventories	35,596,931	11,401,411	(2,421,216)	44,577,126
Non-current provisions	62,636,516	9,687,288	(524,896)	71,798,908
Current provisions	1,598,055	1,400,000	(740,006)	2,258,049
	193,089,131	34,852,899	(15,636,060)	212,305,970

As at 30 June 2012 and 31 December 2011, Provisions can be analysed as follows:

	30 June 2012	31 December 2011 Restated
Technical provisions on reinsurance	16,390,168	7,184,894
Future liabilities relating to subsidiaries of retail sold in Brazil	9,336,724	10,545,595
Dismantling of telecommunication sites	22,803,471	22,863,571
Clients guarantees	20,350,759	21,089,854
Judicial claims	8,810,048	8,043,221
Others	21,239,180	23,576,009
	98,930,350	93,303,144

Impairment losses are deducted from the book value of the corresponding asset.

24 CONTINGENT ASSETS AND LIABILITIES

As at 30 June 2012 and 31 December 2011, major contingent liabilities were guarantees given and can be detailed as follows:

	30 June 2012	31 December 2011 Restated
Guarantees given:		
on tax claims	322,382,933	324,515,879
on judicial claims	396,015	623,465
on municipal claims	5,938,717	6,582,372
others	67,577,285	47,245,424
Guarantees provided in favor of subsidiaries (a)	244,775,211	127,221,883

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

Companies of Retail segment provided guarantees to the tax authorities associated with processes relating to VAT, amounting to 148.6 million euro (148.6 million euro as at 31 December 2011), for which they were made or intends to submit their disputes. This processes is a understanding of Tax Administration that the Group should credit of Value Added Tax in respect of discounts given by suppliers and calculated based on values of purchases, the Tax Administration claims alleged match services to those entities, and the relative values for the regularization in debit in Value Added Tax in favour of the group related to loyalty programs discounts offer to customers.

The caption “Guarantees given on tax claims” include a granted guarantee on a tax claim of a Retail segment company in Brazil of approximately 27 million euro (65.6 million Brazilian real and the same amount at 31 December 2011), which is being judged by tax court, and the difference refers to accruals.

In addition to the previously disclosed guarantees, as a consequence of the sale of a subsidiary company in Brazil, Sonae guaranteed the buyer all the losses incurred by that company arising on unfavourable decisions not open for appeal, concerning tax lawsuits on transactions that took place before the sale date (13 December 2005) and that exceed 40 million euro. As at 30 June 2012, the amount claimed by the Brazilian Tax Authorities, concerning the tax lawsuits still in progress, which the company's lawyers assess as having a high probability of loss, plus the amounts already paid (26 million euro) related to programmes for the Brazilian State of tax recovery, amount to near 39.3 million euro (39.3 million euro at 31 December 2011). Furthermore, there are other tax lawsuits totalling 57.3 million euro (57.3 million euro at 31 December 2011) for which the Board of Directors, based on the lawyers' assessment, understands will not imply future losses to the old subsidiary.

For the year ended at 31 December 2010, a subsidiary from the Telecommunications Business segment was notified of the Report of Tax Inspection, where it considers that it is inappropriate the increase, when calculating the taxable profit for the year 2008, of the amount of 100 million euro, with respect to initial price of future credits transferred to securitization. The settlement note, was received on April 2011, and Sonae will challenge that decision. It’s the Board of Directors understanding that there are strong arguments to obtain a favourable decision for the Group. For this reason, Sonae kept the recording of deferred tax assets associated with this operation.

As at 30 June 2012, there are outstanding balances with national operators, registered in the categories of customers and suppliers, amounting to 37.1 million euro and 30 million euro, respectively, as well as balances of "Other current assets" in the amount of 0.4 million euro, and "Provisions for other risks and charges" in the amount of 6.8 million euro, resulting from a dispute remained, essentially, with TMN-Mobile Telecommunications SA on the vagueness of the interconnection rates of 2001, with the respective income and expenses been recorded that year. The Company considered the financial statements fares penalize. First Instance in the judgment was entirely favourable to Optimus. The Court of Appeal, on appeal, dismissed again rejected the attempts of the TMN. However, TMN again appeal this decision now before the Supreme Court, which upheld the decision of the Court of Appeal, by a judgment has become final, dismissing the attempts of the TMN, thus concluding that the prices of interconnection year 2001 were not defined. The settlement of amounts outstanding will depend on the price that will be established.

Following a deliberation of Board of Directors of ICP - ANACOM, it was applied to the Sonaecom’s subsidiary Optimus, a fine of approximately 6.5 million euro, due to an alleged failure in the application of the resolutions taken by the regulator’s on 26 October 2005, concerning termination rates for fixed calls. The Boards of Directors of Optimus and Sonaecom understand that Optimus has always complied with that resolution. Given this, Optimus contested in court the application of that fine and is expecting that the appeal will be upheld.

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

25 RELATED PARTIES

Balances and transactions with related parties are detailed as follows:

Transactions	Sales and services rendered 30 June 2012	Sales and services rendered 30 June 2011 Restated	Purchases and services obtained 30 June 2012	Purchases and services obtained 30 June 2011 Restated
Parent Company	74,927	76,163	150,132	-
Associated companies	21,056,751	21,988,442	18,277,063	20,232,044
Other partners and Group companies	29,494,376	32,137,524	9,462,186	10,135,958
	50,626,054	54,202,129	27,889,381	30,368,002

Transactions	Interest income 30 June 2012	Interest income 30 June 2011 Restated	Interest expenses 30 June 2012	Interest expenses 30 June 2011 Restated
Parent Company	-	-	440,601	98,654
Associated companies	350,052	280,397	-	-
Other partners and Group companies	-	-	969,042	852,403
	350,052	280,397	1,409,643	951,057

Balances	Accounts receivable 30 June 2012	Accounts receivable 31 December 2011 Restated	Accounts payable 30 June 2012	Accounts payable 31 December 2011 Restated
Parent Company	16,304	340,141	590,733	-
Associated companies	20,993,717	24,096,370	4,349,754	7,009,054
Other partners and Group companies	13,589,721	16,071,324	6,649,003	7,269,485
	34,599,742	40,507,835	11,589,490	14,278,539

Balances	Loans Obtained 30 June 2012	Loans Obtained 31 December 2011 Restated	Loans Granted 30 June 2012	Loans Granted 31 December 2011 Restated
Associated companies	-	-	14,870,955	13,479,019
Other partners and Group companies	36,399,550	35,938,565	-	-
	36,399,550	35,938,565	14,870,955	13,479,019

The caption "Other partners in Group companies" includes Sonae Sierra SGPS, SA, Raso SGPS,SA, Sonae Indústria, SGPS, SA and Sonae Capital, SGPS, SA affiliated, associated and jointly controlled companies and also other shareholders of affiliated companies or jointly controlled companies of Sonae, as well as other affiliated companies of the parent company Efanor Investimentos, SGPS, SA.

26 INCOME TAX

As at 30 June 2012 and 2011, income tax is detailed as follows:

	30 June 2012	30 June 2011 Restated
Current tax	11,327,615	16,145,993
Deferred tax	(3,377,086)	(9,117,021)
	7,950,529	7,028,972

27 EARNINGS PER SHARE

Earnings per share for the period were calculated taking into consideration the following amounts:

	30 June 2012	30 June 2011 Restated
Net profit		
Net profit taken into consideration to calculate basic earnings per share (consolidated profit for the period)	19,511,580	35,080,336
Effect of dilutive potential shares	-	-
Interest related to convertible bonds (net of tax)	-	-
Net profit taken into consideration to calculate diluted earnings per share	19,511,580	35,080,336
Number of shares		
Weighted average number of shares used to calculate basic earnings per share	1,872,791,076	1,873,159,249
Effect of dilutive potential ordinary shares from convertible bonds	-	-
Outstanding shares related with share based payments	13,634,838	13,029,184
Shares related to performance bonus that can be bought at market price	(9,288,598)	(5,889,321)
Weighted average number of shares used to calculate diluted earnings per share	1,877,137,316	1,880,299,112
Earnings per share		
Basic	0.010418	0.018728
Diluted	0.010394	0.018657

28 DIVIDENDS

In the Shareholders Annual General Meeting held on 30 April 2012, the payment of a gross dividend of 0.0331 euro per share (0.0331 euro per share in 2011) corresponding to a total of 66,200,000 euro (66,200,000 euro in 2011) was approved.

29 SEGMENT INFORMATION

As described with more detail in the Management Report the operating segments used by Sonae management are as follows:

- Sonae MC
- Sonae SR
- Sonae RP
- Sonaecom
- Investment Management

Sonae's reportable segment information regarding the income statement in accordance with IFRS 8 can be analysed as follows:

	30 June 2012	Inter-segment income	30 June 2011 Restated	Inter-segment income
Turnover				
Sonae MC	1,535,289,977	(1,344,056)	1,570,770,132	(1,422,304)
Ex-Fuel	1,535,289,977	(1,344,056)	1,557,668,561	(1,422,304)
Fuel	-	-	13,101,571	-
Sonae SR	544,299,204	-	551,212,961	-
Sonae RP	59,509,799	(54,689,293)	59,934,937	(48,466,456)
Sonaecom	406,911,786	(10,448,759)	425,405,353	(9,579,350)
Investment management	49,484,735	90,949	52,463,144	(323,180)
Eliminations and adjustments	(64,623,930)	(80,000)	(56,858,254)	(60,608)
Total consolidated	2,530,871,571	(66,471,159)	2,602,928,273	(59,851,898)
Depreciation, provisions and impairment losses				
Sonae MC	43,774,377		46,601,651	
Sonae SR	32,354,903		29,830,154	
Sonae RP	15,162,678		15,381,311	
Sonaecom	81,652,090		83,782,986	
Investment management	4,157,509		3,905,827	
Eliminations and adjustments	107,452		302,311	
Total consolidated	177,209,009		179,804,240	
Operational profit/(loss) (EBIT)				
Sonae MC	54,086,450		32,747,099	
Sonae SR	(60,976,423)		(38,003,405)	
Sonae RP	39,059,836		55,108,731	
Sonaecom	50,534,466		44,485,984	
Investment management	(2,082,776)		(740,538)	
Eliminations and adjustments	6,018,975		(3,821,359)	
Total consolidated	86,640,528		89,776,512	

	30 June 2012	30 June 2011 Restated
Investment (CAPEX)		
Sonae MC	19,684,487	37,121,542
Sonae SR	12,257,828	42,337,663
Sonae RP	6,762,288	2,206,524
Sonaecom	68,900,000	53,667,572
Investment management	576,209	5,035,951
Eliminations and adjustments (1)	2,679,650	2,541,304
Total consolidated	110,860,462	142,910,556

	30 June 2012	31 December 2011 Restated
Invested capital		
Sonae MC	514,878,028	483,891,990
Sonae SR	419,706,691	347,470,390
Sonae RP	1,351,835,091	1,360,659,243
Sonaecom	937,206,590	826,985,263
Investment management	118,674,857	134,490,985
Eliminations and adjustments (1)	503,409,200	509,907,063
Total consolidated	3,845,710,457	3,663,404,934
Total net debt (2)		
Retail businesses	1,074,602,607	975,691,161
Sonaecom	394,600,000	309,547,000
Investment management	86,682,836	93,349,820
Holding (1)	658,175,925	584,425,797
Total consolidated	2,214,061,368	1,963,013,778

(1) Includes Sonae Individual accounts;

(2) Includes shareholders loans;

The caption "Eliminations and Adjustments" can be analysed as follows:

	Turnover		Operational profit/(loss) (EBIT)	
	30 June 2012	30 June 2011 Restated	30 June 2012	30 June 2011 Restated
Inter-segment income	(66,471,159)	(59,851,898)	11,082,432	(1,418,207)
Others	1,847,229	2,993,644	(5,063,457)	(2,403,152)
Eliminations and adjustments	(64,623,930)	(56,858,254)	6,018,975	(3,821,359)

	Investment		Invested capital	
	30 June 2012	30 June 2011 Restated	30 June 2012	31 December 2011 Restated
Inter-segment balances	2,058,940	2,461,898	35,274,213	52,486,153
Investments	-	-	506,549,684	531,768,694
Cash settled equity swap (3)	-	-	(48,199,485)	(55,936,771)
Others	620,710	79,406	9,784,788	(18,411,013)
Eliminations and adjustments	2,679,650	2,541,304	503,409,200	509,907,063

(3) Financial Instrument reported in Note 19.

Glossary:

Invested capital = Gross real estate assets + other fixed assets (including Goodwill) - amortisations and impairment losses + financial investments + working capital (includes non-current assets and non-current liabilities excluding total net debt); all figures at book value.

Total Net debt = Bonds + bank loans + other loans + shareholders loans + finance leases + derivatives - cash, bank deposits and current investments-other long term applications;

Eliminations and adjustments = Inter-segment + consolidation adjustments + contribution of companies not included in the segments;

CAPEX = Investments in tangible and intangible assets, investment properties and acquisitions of subsidiaries; less amounts generated over assets disposals;

30 COMMITMENTS WITH "INFORMATION SOCIETY"

Under the agreed terms resulting from the grant of the UMTS License, Optimus – Comunicações, S.A. assumed commitments in the area of promotion of the Information Society, totalling 274 million euro, to be complied with up to the end of the licence period (2015)

In accordance with the Agreement established on 5 June 2007 with the Ministry of Public Works, Transports and Communications ("MOPTC"), a part of those commitments, up to 159 million euro, will be accomplished through its own projects as contributions to qualifying Information Society and incurred in the normal activity of Sonaecom - Communications Services (investment and networking technology that does not derive from the need for compliance with obligations relating to the allocation of the UMTS license and research activities, development and promotion services, content and applications), which must be recognized by MOPTC and entities set up especially for this purpose. As at 30 June 2012, the total amount was already incurred and validated by the above referred entities, so at this date there are no additional responsibilities related to these commitments. These charges were recorded in the financial statements at the moment the projects were carried out and the estimated costs became known.

The remaining commitments, up to the amount of around 116 million euro, will be fulfilled as agreed between Optimus – Comunicações, S.A.and MOPTC, through contributions to the "Iniciativas E" project (offer of modems, discounted rates, cash contributions, among others, relating to the widespread use of broadband internet by students and teachers), those e contributions being made through Information Society Fund (“Fundo para a Sociedade de Informação”) now known as the “Fundação para as Comunicações Móveis” (Foundation for Mobile Communications), to be created by the three mobile operators operating in Portugal. The responsibilities were recorded, at 31 December 2010, as an added cost of the UMTS license, against an entry in the captions ‘Other non-current liabilities’ and ‘Other current liabilities’. As at 30 June 2012 these responsibilities were all recorded in the financial statements.

31 SUBSQUENT EVENTS

Sonae materialized during the month of June 2012, directly and through its subsidiaries, a range of financing transactions of medium and long term in the amount of 370 million euro, of which 200 million euro by issuing a bond called “Obrigações Continente” and 75 million in long-term operation with an international bank, with maturity in 2015, which became part of the group of banks supporting Sonae.

Together with the already contracted operations in 2012, these operations allow us to conclude the debt refinancing program medium and long term that expires by the end of 2013, ensuring also the part that expires in 2014.

32 APPROVAL OF THE FINANCIAL STATEMENTS

The accompanying consolidated financial statements were approved by the Board of Directors and authorized for issue on 22 August 2012.

The Board of Directors

Belmiro Mendes de Azevedo

Álvaro Carmona e Costa Portela

Álvaro Cuervo Garcia

Bernd Bothe

Christine Cross

Michel Marie Bon

José Neves Adelino

Duarte Paulo Teixeira de Azevedo

Ângelo Gabriel Ribeirinho dos Santos Paupério

Nuno Manuel Moniz Trigoso Jordão

Condensed individual

financial statements

SONAE, SGPS, SA

CONDENSED INDIVIDUAL STATEMENT OF FINANCIAL POSITION AS AT
30 JUNE 2012 AND 2011 AND AS AT 31 DECEMBER 2011

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

(Amounts expressed in euro)

ASSETS	Notes	30.June.2012	30.June.2011	31.December.2011
NON-CURRENT ASSETS:				
Tangible assets		202,599	207,744	208,831
Intangible assets		49,172	94,668	77,138
Investments in affiliated companies	4	3,539,352,243	3,162,914,084	3,561,020,983
Other investments	5	28,027,426	52,395,880	42,214,426
Other non-current assets	6	393,745,945	795,985,198	393,745,945
Total non-current assets		3,961,377,385	4,011,597,574	3,997,267,323
CURRENT ASSETS:				
Trade account receivables and other current assets	7	46,564,726	21,699,949	15,642,899
Cash and cash equivalents	8	200,597	522,627	75,589
Total current assets		46,765,323	22,222,576	15,718,488
TOTAL ASSETS		4,008,142,708	4,033,820,150	4,012,985,811
EQUITY AND LIABILITIES				
EQUITY:				
Share capital	9	2,000,000,000	2,000,000,000	2,000,000,000
Treasury shares		(156,807)	-	-
Reserves and retained earnings		1,277,046,195	1,456,036,862	1,431,187,025
Profit for the period		26,298,337	20,609,546	(63,517,229)
TOTAL EQUITY		3,303,187,725	3,476,646,408	3,367,669,796
LIABILITIES:				
NON-CURRENT LIABILITIES:				
Loans	10	409,257,305	506,707,958	509,005,437
Total non-current liabilities		409,257,305	506,707,958	509,005,437
CURRENT LIABILITIES:				
Loans	10	245,343,879	45,000,000	90,600,000
Trade creditors and other current liabilities	11	50,353,799	5,465,784	45,710,578
Total current liabilities		295,697,678	50,465,784	136,310,578
TOTAL EQUITY AND LIABILITIES		4,008,142,708	4,033,820,150	4,012,985,811

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

The Board of Directors

SONAE, SGPS, SA

CONDENSED INDIVIDUAL INCOME STATEMENTS FOR THE PERIODS ENDED 30 JUNE 2012 AND 2011

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

(Amounts expressed in euro)

	Notes	2nd Quarter 2012	2nd Quarter 2011	30.June.2012	30.June.2011
Services rendered		118,171	101,150	236,341	202,300
Gains or losses on investments	14	45,500	50,730	26,857,661	11,993,439
Financial income		7,837,835	11,148,041	15,695,427	22,283,055
Other income		576,558	16,132	1,514,327	349,828
External supplies and services		(641,552)	(515,940)	(1,255,373)	(1,063,548)
Staff costs		(678,442)	(607,931)	(1,269,542)	(1,121,750)
Depreciation and amortisation		(25,949)	(25,618)	(52,819)	(51,424)
Financial expense		(7,258,543)	(5,703,165)	(14,175,814)	(11,215,164)
Other expenses		(557,822)	(63,490)	(1,246,207)	(452,871)
Profit/(Loss) before taxation		(584,244)	4,399,909	26,304,001	20,923,865
Taxation		(2,464)	(181,319)	(5,664)	(314,319)
Profit/(Loss) after taxation		(586,708)	4,218,590	26,298,337	20,609,546
Profit/(Loss) per share					
Basic	15	(0.000289)	0.002110	0.013154	0.010305
Diluted	15	(0.000284)	0.002108	0.013150	0.010301

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

The Board of Directors

SONAE, SGPS, SA

CONDENSED INDIVIDUAL STATEMENTS OF COMPREHENSIVE INCOME
FOR THE PERIODS ENDED AT 30 JUNE 2012 AND 2011

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

(Amounts expressed in euro)

	2nd Quarter 2012	2nd Quarter 2011	30.June.2012	30.June.2011
Net Profit / (Loss) for the period	(586,708)	4,218,590	26,298,337	20,609,546
Changes on fair value of available-for-sale financial assets	(31,398,192)	(3,377,865)	(24,932,192)	(15,851,403)
Changes in hedge and fair value reserves	624,953	(1,012,131)	599,866	4,609,040
Other comprehensive income for the period	(30,773,239)	(4,389,996)	(24,332,326)	(11,242,363)
Total comprehensive income for the period	(31,359,947)	(171,406)	1,966,011	9,367,183

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

The Board of Directors

SONAE, SGPS, SA

CONDENSED INDIVIDUAL STATEMENTS OF CHANGES IN EQUITY FOR THE PERIODS ENDED AT 30 JUNE 2012 AND 2011

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

(Amounts expressed in euro)

			Reserves and retained earnings						
	Share capital	Treasury shares	Legal reserve	Fair value reserve	Hedging reserve	Other reserves and retained earnings	Total reserves and retained earnings	Net profit/(loss)	Total
Balance as at 1 January 2011	2,000,000,000	-	167,816,034	612,472,662	(7,662,771)	374,517,476	1,147,143,401	386,432,293	3,533,575,694
Total comprehensive income for the period	-	-	-	(15,851,403)	4,609,040	-	(11,242,363)	20,609,546	9,367,183
Appropriation of profit of 2010:									
Transfer to legal reserves and retained earnings	-	-	19,321,614	-	-	300,910,679	320,232,293	(320,232,293)	-
Dividends distributed	-	-	-	-	-	-	-	(66,200,000)	(66,200,000)
Purchase of treasury shares	-	(289,862)	-	-	-	-	-	-	(289,862)
Share based payments	-	289,862	-	-	-	(96,469)	(96,469)	-	193,393
Balance as at 30 June 2011	2,000,000,000	-	187,137,648	596,621,259	(3,053,731)	675,331,686	1,456,036,862	20,609,546	3,476,646,408
Balance as at 1 January 2012	2,000,000,000	-	187,137,648	573,554,460	(5,030,164)	675,525,081	1,431,187,025	(63,517,229)	3,367,669,796
Total comprehensive income for the period	-	-	-	(24,932,192)	599,866	-	(24,332,326)	26,298,337	1,966,011
Appropriation of profit of 2011:									
Transfer to legal reserves and retained earnings	-	-	-	-	-	(63,517,229)	(63,517,229)	63,517,229	-
Dividends distributed	-	-	-	-	-	(66,187,813)	(66,187,813)	-	(66,187,813)
Purchase of treasury shares	-	(2,612,424)	-	-	-	-	-	-	(2,612,424)
Sale of treasury shares	-	2,189,569	-	-	-	-	-	-	2,189,569
Share based payments	-	266,048	-	-	-	(103,462)	(103,462)	-	162,586
Balance as at 30 June 2012	2,000,000,000	(156,807)	187,137,648	548,622,268	(4,430,298)	545,716,577	1,277,046,195	26,298,337	3,303,187,725

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

The Board of Directors

SONAE, SGPS, SA

CONDENSED INDIVIDUAL CASH FLOW STATEMENTS FOR THE PERIODS ENDED 30 JUNE 2012 AND 2011

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

(Amounts expressed in euro)

	Notes	2nd Quarter 2012	2nd Quarter 2011	30.June.2012	30.June.2011
OPERATING ACTIVITIES					
Net cash flow from operating activities (1)		1,557,666	(1,277,527)	(2,449,572)	(2,789,443)
INVESTMENT ACTIVITIES					
Cash receipts arising from:					
Investments		4,662,500	5,284,954	13,274,000	10,029,954
Tangible and intangible assets		-	(139)	-	1,867
Interest and similar income		482,146	17,138,451	1,003,491	23,296,844
Dividends		11,991,647	107,599	11,991,647	107,599
Loans granted		108,565,000	213,283,470	109,153,120	563,159,499
		125,701,293	235,814,335	135,422,258	596,595,763
Cash Payments arising from:					
Investments		(3,263,451)	-	(3,263,451)	-
Tangible and intangible assets		(5,951)	(4,254)	(8,793)	(10,495)
Loans granted		(108,568,120)	(170,477,000)	(109,037,120)	(500,800,000)
		(111,837,522)	(170,481,254)	(112,309,364)	(500,810,495)
Net cash used in investment activities (2)		13,863,771	65,333,081	23,112,894	95,785,268
FINANCING ACTIVITIES					
Cash receipts arising from:					
Loans obtained		629,005,000	110,639,000	1,055,447,880	467,657,000
Sale of own shares		2,189,569	-	2,189,569	-
		631,194,569	110,639,000	1,057,637,449	467,657,000
Cash Payments arising from:					
Loans obtained		(568,621,880)	(100,639,000)	(996,458,491)	(484,062,000)
Interest and similar charges		(9,509,619)	(7,133,367)	(13,029,151)	(9,889,001)
Dividends		(66,186,556)	(66,185,095)	(66,186,556)	(66,196,465)
Purchase of treasury shares		(2,612,424)	(289,862)	(2,612,424)	(289,862)
		(646,930,479)	(174,247,324)	(1,078,286,622)	(560,437,328)
Net cash used in financing activities (3)		(15,735,910)	(63,608,324)	(20,649,173)	(92,780,328)
Net increase in cash and cash equivalents (4) = (1) + (2) + (3)		(314,473)	447,230	14,149	215,497
Cash and cash equivalents at the beginning of the period		404,211	75,397	75,589	307,130
Cash and cash equivalents at the end of the perioc	8	89,738	522,627	89,738	522,627

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

The Board of Directors

SONAE, SGPS, SA

NOTES TO THE CONDENSED INDIVIDUAL

FINANCIAL STATEMENTS FOR THE PERIOD ENDED

30 JUNE 2012

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

(Amounts expressed in euro)

1 INTRODUCTION

SONAE, SGPS, SA ("Sonae Holding"), has its head-office at Lugar do Espido, Via Norte, Apartado 1011, 4470-909 Maia, Portugal.

These individual financial statements were not subject to a limited revision carried out by the company's statutory external auditor.

2 BASIS OF PREPARATION

Interim financial statements are presented quarterly, in accordance with IAS 34 – "Interim Financial Reporting".

3 PRINCIPAL ACCOUNTING POLICIES

The accounting policies adopted are consistent with those described in the file of annual financial statements for the year ended 31 December 2011.

4 INVESTMENTS IN AFFILIATED COMPANIES

As at 30 June 2012 and 31 December 2011 the company held investments in the following affiliated companies:

	30.June.2012			
Company	% Held	Carrying amount	Acquisition cost	Fair value reserve
Sonae Investimentos SGPS, SA (a)	76.86%	1,893,270,729	1,416,192,180	477,078,549
Sonae Sierra SGPS, SA (b)	50.00%	561,087,500	490,113,339	70,974,161
Sonaecom, SGPS, SA	0.94%	4,483,010	3,913,452	569,558
Sontel BV	42.86%	405,641,099	405,641,099	-
Sonae Investments BV	100.00%	835,700,000	835,700,000	-
Others	-	4,669,905	4,669,905	-
Impairment		(165,500,000)	-	-
Total		3,539,352,243	3,156,229,975	548,622,268

	31.December.2011			
Company	% Held	Carrying amount	Acquisition cost	Fair value reserve
Sonae Investimentos SGPS, SA (a)	76.86%	1,893,270,729	1,416,192,180	477,078,549
Sonae Sierra SGPS, SA (b)	50.00%	586,449,500	490,113,339	96,336,161
Sonaecom, SGPS, SA	0.18%	789,750	650,000	139,750
Sontel BV	42.86%	405,641,099	405,641,099	-
Sonae Investments BV	100.00%	835,700,000	835,700,000	-
Others	-	4,669,905	4,669,905	-
Impairment		(165,500,000)	-	-
Total		3,561,020,983	3,152,966,523	573,554,460

(a) The value of this investment is the price paid in the public tender offer for the de-listing occurred in 2006. Since that date no change in the value of the investment was recorded.

(b) Market value was determined based on an independent valuation for the period of assets held by this affiliated company, after deduction of associated net debt and of the share attributable to non-controlling interests.

5 OTHER INVESTMENTS

As at 30 June 2012 and 31 December 2011 other investments are as follows:

	30.June.2012		31.December.2011	
	Carrying amount	Acquisition cost	Carrying amount	Acquisition cost
Magma No. 1 Securitisation Notes	27,975,000	27,975,000	37,680,000	37,680,000
Sonae Capital, SGPS, SA	-	-	6,972,000	6,972,000
Others	52,426	52,426	52,426	52,426
Impairment	-	-	(2,490,000)	-
Total	28,027,426	28,027,426	42,214,426	44,704,426

During the first half 2012 the Company sold the interest in Sonae Capital, SGPS, SA for the amount of 3,569,000 euro.

6 OTHER NON-CURRENT ASSETS

As at 30 June 2012 and 31 December 2011 other non-current assets are detailed as follows:

	30.junho.2012	31.dezembro.2011
Empréstimos concedidos a empresas do grupo	393,745,945	393,745,945

This caption includes the amount of 347,400,000 euro of a subordinate bond loan, repayable in 10 years issued by Sonae Investimentos, SGPS, SA at market conditions. This loan was fully subscribed and paid by Sonae SGPS, SA on 28 December 2010 amounting to 400,000,000 euro, relating 8,000 bonds with nominal value of 50,000 euro each, bearing fixed interest rate with full reimbursement in the end of the period.

The fair value of the bonds related to this loan as at 30 June 2012, is 40,415 euro (40,000 euro as at 31 December 2011) per bond, according with a valuation made by the use of discounted cash flow models. There is no evidence of impairment of this loan.

7 TRADE ACCOUNTS RECEIVABLE AND OTHER CURRENT ASSETS

As at 30 June 2012 and 31 December 2011 trade accounts receivable and other current assets are detailed as follows:

	30.June.2012	31.December.2011
Trade accounts receivable	3,663	503,725
Group companies	28,380,083	12,501,941
Taxes and contributions receivable	794,119	798,587
Accrued income and prepayments	15,834,761	431,397
Others	1,552,100	1,407,249
Total	46,564,726	15,642,899

The caption "Accrued income and prepayments" mainly includes receivables relating to interests from loans granted to group companies (Note 6).

8 CASH AND CASH EQUIVALENTS

As at 30 June 2012 and 31 December 2011 cash and cash equivalents are detailed as follows:

	30.June.2012	31.December.2011
Cash at hand	89	89
Bank deposits	200,508	75,500
Cash and cash equivalents on the balance sheet	200,597	75,589
Bank overdrafts	110,859	-
Cash and cash equivalents on the cash flow statement	89,738	75,589

9 SHARE CAPITAL

As at 30 June 2012 and 31 December 2011 share capital consisted of 2,000,000,000 ordinary shares of 1 euro each.

10 LOANS

As at 30 June 2012 and 31 December 2011, loans are made up as follows:

	30.June.2012	31.December.2011
Bonds Sonae 2007/2014	150,000,000	150,000,000
Bonds Sonae 2010/2015	250,000,000	250,000,000
Bonds Sonae 05	-	100,000,000
Up-front fees not yet charged to income statement	(1,311,655)	(2,002,352)
Bonds	398,688,345	497,997,648
Derivatives	10,568,960	11,007,789
Non-current loans	409,257,305	509,005,437
Bonds Sonae 05	100,000,000	-
Up-front fees not yet charged to income statement	(266,979)	-
Bonds	99,733,021	-
Commercial paper	145,500,000	90,600,000
Bank overdrafts	110,858	-
Current loans	245,343,879	90,600,000

As at 30 June 2012 Sonae, SGPS has agreed lines of credit and commercial paper programs amounting to 385 million euro, out of which 146.5 million euro with firm commitments with maturity not exceeding one year and 35 million euro with firm commitments with maturity over one year.

Under the above mentioned lines of credit and commercial paper programs with firm commitments, Sonae, SGPS had 36 million euro credit facilities available to meet its liquidity requirements.

During July 2012, after the date of the financial position report, Sonae has contracted a long amounting 75,000,000 euro through an international bank with maturity in 2015, and has issued a bond loan denominated amounting to 200,000,000 euro, also with maturity in 2015. These amounts are not relived in the present financial statements.

The above mentioned loans are unsecured and its estimated fair value is considered to be near its carrying amount, as they bear interests at variable market rates.

The interest rate as at 30 June 2012 of the bonds and bank loans was, in average, 3.02% (3.37% as at 31 December 2011).

Maturity of Borrowings

As at 30 June 2012 and 31 December 2011 the analysis of the maturity of loans is as follows:

	30.June.2012	31.December.2011
N+1	245,610,858	90,600,000
N+2	150,000,000	100,000,000
N+3	250,000,000	150,000,000
N+4	-	250,000,000
N+5	-	-
after N+5	-	-

11 TRADE CREDITORS AND OTHER CURRENT LIABILITIES

As at 30 June 2012 and 31 December 2011, trade creditors and other current liabilities are detailed as follows:

	30.June.2012	31.December.2011
Trade creditors	836,787	662,785
Group companies	44,249,389	40,160,000
Taxes and contributions payable	97,480	555,382
Accrued expenses	5,063,495	4,179,091
Others	106,648	153,320
Total	50,353,799	45,710,578

12 CONTINGENT LIABILITIES

As at 30 June 2012 and 31 December 2011, contingent liabilities are detailed as follows:

		30.June.2012	31.December.2011
Guarantees given:			
on tax claims		71,801,227	92,283
on judicial claims		145,256	145,256
Guarantees given in favour of subsidiaries	a)	230,569,501	130,066,153

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

13 RELATED PARTIES

Transactions and balances with related parties are detailed as follows:

Transactions	30.June.2012	30.June.2011
Group companies	1,548,514	85,095
Jointly controlled companies	106,341	102,300
Other partners in group companies	50,000	50,000
Services rendered and other income	1,704,855	237,395
Group companies	554,563	569,265
Jointly controlled companies	-	20,808
Other partners in group companies	205,162	24,897
Purchases and services obtained	759,725	614,970
Group companies	14,851,222	-
Other partners in group companies	-	21,024,612
Interest income	14,851,222	21,024,612
Group companies	850,330	77,751
Other partners in group companies	440,601	98,654
Interest expenses	1,290,931	176,405
Group companies	17,203,611	107,599
Jointly controlled companies	10,567,050	11,867,610
Dividend income (Note 14)	27,770,661	11,975,209
Group companies	-	289,954
Other partners in group companies	3,569,000	-
Disposal of investments	3,569,000	289,954
Group companies	1,806,655	-
Jointly controlled companies	320,306	-
Other partners in group companies	62,608	-
Disposal of treasury shares	2,189,569	-

Balance	30.June.2012	31.December.2011
Group companies	34,397,449	2,248,938
Jointly controlled companies	10,673,391	12,094,116
Other partners in group companies	50,028	109,053
Accounts receivable	45,120,868	14,452,107
Group companies	1,405,425	657,699
Jointly controlled companies	641	-
Other partners in group companies	625,276	27,466
Accounts payable	2,031,342	685,165
Group companies	393,749,066	393,865,065
Loans granted	393,749,066	393,865,065
Group companies	44,249,389	40,160,000
Loans obtained	44,249,389	40,160,000

All Sonae, SGPS, SA subsidiaries, associates and joint ventures are considered related parties and are identified in Consolidated Financial Statements. All Efanor Investimentos, SGPS, SA, subsidiaries, including the ones of Sonae Indústria, SGPS, SA and of Sonae Capital, SGPS, SA are also considered related parties.

14 INVESTMENTS INCOME

As at 30 June 2012 and 30 June 2011, investment income can be detailed as follows:

	30.June.2012	30.June.2011
Dividends	27,770,661	11,975,209
Gains / (losses) on sale investments	(913,000)	18,230
	26,857,661	11,993,439

The dividends mentioned above were distributed by the affiliates Sonae Investimentos, SGPS, SA (17,079,574 euro), Sonaegest, SA (78,537 euro), Sonae Sierra, SGPS, SA (10,567,050 euro) and Sonaecom, SGPS, SA (45,500 euro).

15 EARNINGS PER SHARE

Earnings per share for the period were calculated taking into consideration the following amounts:

	30.June.2012	30.June.2011
Net profit		
Net profit taken into consideration to calculate basic earnings per share (Net profit for the period)	26,298,337	20,609,546
Effect of dilutive potential shares	-	-
Interests related to convertible bonds (net of tax)	-	-
Net profit taken into consideration to calculate diluted earnings per share:	26,298,337	20,609,546
Number of shares		
Weighted average number of shares used to calculate basic earnings	1,999,202,089	2,000,000,000
Effect of dilutive potential ordinary shares from convertible bonds	-	-
Outstanting shares related with deferred performance bonus	1,673,374	1,407,223
Number of shares that could be acquired at average market price	(1,038,979)	(664,560)
Weighted average number of shares used to calculate diluted earnings per share	1,999,836,484	2,000,742,663
Profit/(Loss) per share		
Basic	0.013154	0.010305
Diluted	0.013150	0.010301

16 SUBSEQUENT EVENTS

In July 2012, Sonae, SGPS, SA has issued a bond loan denominated “Obrigações Continente” amounting to 200,000,000 euro and has contracted a loan amounting 75,000,000 euro through an international bank, with maturity in 2015.

17 APPROVAL OF FINANCIAL STATEMENTS

The accompanying financial statements were approved by the Board of Directors and authorized for issue on 22 August 2012.

18 INFORMATION REQUIRED BY LAW

Decree-Law nr 318/94 art 5 nr 4

During the period ended as at 30 June 2012 no shareholders' loan contracts were signed.

During the period ended 30 June 2012 short-term loan contracts were entered into with the following companies:

Efanor Investimentos, SGPS, SA

Sonae Investimentos, SGPS, SA

Sonaecenter Serviços, SA

Sonaecom, SGPS, SA

As at 30 June 2012 amounts owed by affiliated undertakings can be summarized as follows:

	Closing Balance
Sonae Investments, BV	45,560,933
Sontel, BV	785,012
Sonaecenter Serviços, SA	3,120
Total	46,349,065

As at 30 June 2012 amounts owed from affiliated undertakings can be summarized as follows:

	Closing Balance
Sonae Investments, BV	44,249,389
Total	44,249,389

The Board of Directors

Belmiro Mendes de Azevedo

Álvaro Carmona e Costa Portela

Álvaro Cuervo Garcia

Bernd Bothe

Christine Cross

Michel Marie Bon

José Neves Adelino

Duarte Paulo Teixeira de Azevedo

Ângelo Gabriel Ribeirinho dos Santos Paupério

Nuno Manuel Moniz Trigoso Jordão

SAFE HARBOUR

This document may contain forward-looking information and statements, based on management's current expectations or beliefs. Forward-looking statements are statements that should be regarded as historical facts.

These forward-looking statements are subject to a number of factors and uncertainties that could cause actual results to differ materially from those described in the forward-looking statements, including, but not limited to, changes in regulation, industry and economic conditions; and the effects of competition. Forward-looking statements may be identified by words such as "believes," "expects," "anticipates," "projects," "intends," "should," "seeks," "estimates," "future" or similar expressions.

Although these statements reflect our current expectations, which we believe are reasonable, investors and analysts, and generally all recipients of this document, are cautioned that forward-looking information and statements are subject to various risks and uncertainties, many of which are difficult to predict and generally beyond our control, that could cause actual results and developments to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements. You are cautioned not to put undue reliance on any forward-looking information or statements. We do not undertake any obligation to update any forward-looking information or statements.

Report available at Sonae's institutional website
www.sonae.pt

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SONAE is listed on the Euronext Stock Exchange.
Information may also be accessed on Reuters
under the symbol **SONP.IN** and on Bloomberg
under the symbol **SONPL**

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