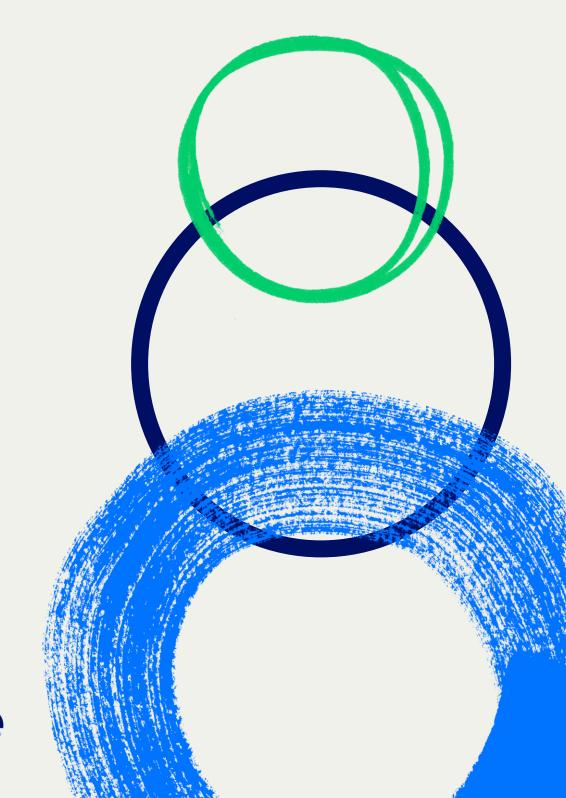
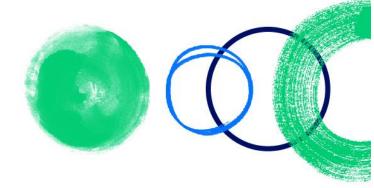
Shaping tomorrow, today



Sonae

Results Songe



Maia, 27th July 2022

1H22 Highlights

Key Performance Indicators

- Sonae's NAV amounted to €3.8bn at the end of 1H22, highly influenced by the Group's strong operational performance, which partially offset the negative sentiment in equity markets and the resulting decline in peer multiples in anticipation of a more challenging economic context. Total Shareholder Return (TSR) reached 54% at the end of June 2022 and the share price increased by 12% vs the end of 1Q22 and 17% vs YE21, demonstrating shareholders' confidence in Sonae's assets and strategy execution.
- Consolidated turnover delivered a strong performance in 2Q22 of +10.7% yoy to €1.8bn, mainly fuelled by MC, reaching €3.4bn in 1H22 (+7.9% yoy). NOS and ISRG once again delivered positive top line growth.
- Online sales decelerated from 1H21, correcting from the lockdown period, but still remaining significantly above pre-pandemic levels in all retail operations (having more than doubled vs. 1H19).
 All businesses continued to decisively roll out their digital programs so as to retain and expand their respective leadership positions.
- 2Q22 EBITDA reached €172m, a 5.2% yoy growth, driven by an increase in underlying EBITDA and the positive evolution of all equity accounted businesses, following good operational performance, coupled with capital gains from portfolio transactions. In 1H22, EBITDA improved 10.6% yoy to €319m.
- Sonae's **net result** (group share) increased 22.5% to €76m in 2Q22, reaching €118m in 1H22, an 89.1% growth from the €62m posted last year.
- €632m of cash flow (before dividend payments) was generated in the last 12 months, backed by the solid operational performance of the Group's businesses and the portfolio management activity in the period.
- Notwithstanding the dividend payment made in last May, net debt decreased yoy by almost €400m to €1.1bn. Sonae maintains a solid capital structure with a low cost of debt (less than 1%) and an average maturity profile of more than 4 years.

Portfolio Management Activity

 During 2Q22, Bright Pixel continued its portfolio management activity: two exit agreements announced (Cellwize and Maxive, the latter still not concluded), and two new investments. At the end of 1H22, Bright Pixel had expanded its portfolio with 4 new shareholdings and reached relevant exit agreements, apart from the regular follow-on investments in some of its portfolio companies.





In the first half of 2022, and as we were preparing ourselves for a post-pandemic world, we were once again faced with a completely new and challenging reality, this time marked by intense supply chain disruptions, a surge in energy costs, and rising inflation and interest rates. This context, intensified by the war in Ukraine, had a significant impact on our communities and on our businesses, and put us once again to the test.

Despite the decrease in consumer confidence and an intense pressure on our cost structure, Sonae's portfolio continued to prove its adaptability, resilience, and ability to respond to customer needs. During the first half of the year, our portfolio was able to deliver a solid set of results with our businesses reinforcing once again their respective market leadership positions while consolidating their digital transformation paths.

At the end of June, total revenues increased 8% yoy and EBITDA grew more than 10% yoy. This consolidated operational performance, coupled with our active portfolio management, generated more than €600m in cash flow over the last 12 months, which, after the dividend payment to our shareholders last May, resulted in a yoy net debt reduction of almost €400m.

Sonae's share price increased 17% vs YE21, an outstanding performance against the market, and total shareholder return reached 54%, at the end of June 2022. Despite the negative evolution in equity capital markets, Sonae's Net Asset Value reached €3.8bn, with positive contributions from the increased profitability of MC and ISRG, higher NAV levels at Sierra and Bright Pixel, and a higher market cap at NOS.

At the same time, we maintained our commitments towards our planet, our people and our communities. We continued to make progress on several initiatives and launched a few new ones, such as the pledge to Zero Deforestation by 2030, the endorsement of the UN Ocean Principles, and the efforts to support the Ukrainian refugees in Portugal under the "Sonae for Ukraine programme". More importantly, and considering the current context of soaring inflation, our businesses reinforced the support to our customers by deploying differentiated competitive offers to alleviate the pressure on households' disposable incomes.

Looking forward, I am confident that, given our portfolio of leading companies, our dedicated teams and our solid financial situation, we are in a good position to navigate well through the coming macroeconomic cycle. As always, we will remain focused and united in overcoming the economic, social and environmental challenges of our time. However, today's volatility and uncertainty mean that we need to act with an increased sense of collaboration, speed and ambition. This must and will be our mindset. At the end of the day, our culture and sense of purpose will undoubtedly be the key drivers of our success.

Cláudia Azevedo, CEO





Overview

Key Data

€m	30.06.21	30.09.21	31.12.21	31.03.22	30.06.22
NAV	3,695	3,967	4,015	4,080	3,848
Market capitalization	1,600	1,817	2,006	2,084	2,342
Net Debt	1,496	857	563	931	1,103

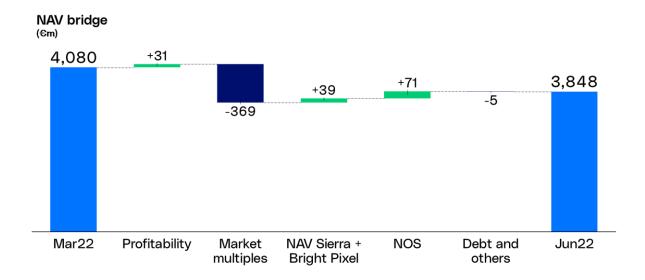
€m	2Q21 R	1H21 R	1Q22 R	2Q22	1H22
Turnover	1,600	3,195	1,676	1,771	3,447
Underlying EBITDA	136	246	120	139	259
Direct Result	55	54	42	63	105
Net result group share	62	62	42	76	118
Sale of assets	39	43	35	5	41
M&A capex	-6	-91	-110	-31	-140
Free cash flow before dividends paid	-5	-329	-378	1	-378
Dividends paid	-96	-96	0	-169	-169

	1Y	ЗҮ	5Y	10Y
Total Shareholder return*	54%	18%	10%	16%

^{*}Source: Bloomberg.

Sonae's NAV is based on market references, such as trading multiples of comparable peers, external valuations, funding rounds and market capitalisations. Valuation methods and details per business unit are available in Sonae's Investor Kit at www.sonae.pt.

Sonae's **NAV** amounted to €3.8bn at the end of June 2022, -5.7% QoQ, mainly driven by the equity markets downturn with the consequent impact on our peers' valuation multiples, despite the improvement of our businesses' operational profitability.



R - Restated as Maxive from Bright Pixel was considered as asset held for sale and all periods in 2021 and 1Q22 were restated to consider this asset as discontinued operation.



NAV detail

Company (⊕m)	Ownership	31.03.22	30.06.22	Var.	Major drivers
MC	75%	1,892	1,693	-10.5%	Higher earnings but lower multiples
Worten	100%	216	159	-26.5%	Lower multiples
Zeitreel	100%	120	64	-46.5%	Lower multiples and earnings
Sierra	90%	875	880	0.6%	Higher INREV NAV
ISRG	30%	192	181	-5.8%	Higher earnings but lower multiples
Universo	100%	52	42	-18.4%	Lower multiples
Bright Pixel	90%	340	375	10.1%	Higher NAV
NOS	33%	584	655	12.1%	Higher share price
Other investments (1)		175	175	0.0%	
Holding Real Estate		180	183	1.8%	
Holding Structure		-141	-138	1.7%	
Holding Net Debt (2)		-383	-398	-3.9%	
Minorities		-22	-22	-2.6%	
Total		4,080	3,848	-5.7%	

(1) Other investments include Gosh and MDS (transaction to be completed). (2) Normalized average net debt.

In terms of portfolio management activity and during the last quarter, Bright Pixel agreed on two exits (Cellwize and Maxive, the latter still not concluded) and two new investments. Considering the last 12 months, it is also important to mention the sale of 24.99% of MC to CVC funds for €528m, the acquisition of 95.4% of Gosh Food, a reference UK player in the plant-based food sector, the sale of MC's 50% stake in Maxmat and the agreement reached by Universo to sell its 50% stake in MDS for €100m (which conclusion is pending required regulatory approvals).

In what concerns operational performance, Sonae's portfolio delivered encouraging figures: consolidated turnover registered a 10.7% yoy increase in the 2Q22 to €1.8bn, mainly anchored on the positive contribution from MC, and consolidated underlying EBITDA increased 1.8% yoy in the quarter to €139m. This positive evolution of our consolidated businesses, combined with the improved performance of our equity consolidated businesses and the capital gains from Bright Pixel's portfolio activity, led to a Direct Result of €63m in the 2Q22, +13.6% yoy. Indirect result stood at €30m in 2Q22, well above last year's figure (+€20m yoy), impacted by dividends received from the direct stake in NOS, the value of Sierra's investment properties and Bright Pixel's portfolio revaluations. All in all, Net result (group share) improved to €76m in the 2Q22, +€14m vs 2Q21 (€118m in the 1H22, +€56m yoy, mostly driven by the recovery of the activities most affected by the lockdown in the 1H21).

In terms of operational cash flow, and in challenging conditions, Sonae's portfolio generated €136m over the last 12 months, a significant yoy increase, mainly driven by the working capital variation in MC due to the anticipation of payments to suppliers in 1H21 in the pandemic period and also the inflation impact on payables in 1H22.

Regarding the portfolio management activity, Sonae invested €244m, received €104m of dividends and €660m of cash proceeds from asset sales mainly related with the 24.99% stake sale in MC and the sale of MC's 50% stake in Maxmat. During the 1H22, the most relevant portfolio change was the acquisition of an additional 10% stake in Sierra for €83.5m.

a ol		June 21	June 22	
al in	EBITDA (inc. rents and taxes)	427	412	-3.5%
n	Working cap. and others	-87	42	-
	Operational capex	-252	-319	-26.4%
d	Operational cash flow	88	136	53.4%
h	Net financial activity	-29	-23	20.2%
e	M&A capex	-323	-244	24.5%
ne n	Sale of assets	109	660	-
	Dividends received	20	104	
٦	FCF bef. dividends paid	-135	632	

L₁₂M

L12M

Sonae's FCF (before dividends paid) in the last 12 months reached

€632m, which after the dividend paid last May, led to a decrease of almost €400m in the consolidated **net debt** (€1,103m at the end of the 1H22). With this strong cash flow generation, the group's capital structure remains robust with very comfortable leverage ratios and liquidity levels and is fully financed until early 2024. At the end of 2Q22, Sonae held €1,020m of available liquidity (cash and unused credit facilities), maintained a low cost of debt (less than 1%) and a debt maturity profile of over 4 years.



Portfolio Performance

1. Fully consolidated companies

Challenging macroeconomic conditions and high uncertainty levels continued to impact our businesses during the 1H22.

		Turnover		UnEBITDA margin		Turnover			UnEBITDA margin	
€m	1H21 R	1H22	yoy	1H21 R	1H22	2Q21 R	2Q22	yoy	2Q21 R	2Q22
MC	2,505	2,695	7.6%	9.4%	9.0%	1,258	1,401	11.4%	10.2%	9.6%
Worten	518	521	0.6%	6.0%	4.9%	246	261	5.9%	5.7%	4.7%
Sierra	46	56	20.9%	14.1%	15.7%	24	28	17.7%	14.5%	13.8%
Zeitreel	135	174	28.1%	1.1%	4.2%	74	78	4.3%	7.3%	1.6%
Universo	8	17	101.1%	-	-	4	9	131.2%	-	-
Bright Pixel	1	1	25.5%	-	_	0	0	32.6%	-	-
Total	3,195	3,447	7.9%	7.7%	7.5%	1,600	1,771	10.7%	8.5%	7.8%

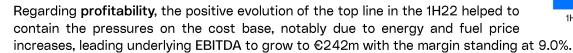
Note: R - Restated as Maxive from Bright Pixel was considered as asset held for sale and all periods since 1Q21 were restated to consider this asset as discontinued operation.

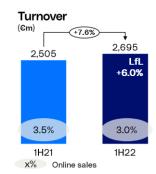
MC – food retail¹

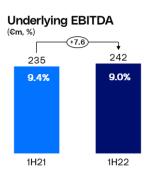
The increasingly challenging consumer context, characterized by accelerated inflation levels and a weakened purchasing power, led households to reallocate their family budgets. In this context, MC was swift to respond to evolving customer needs, prioritizing differentiated competitive offers and reinforcing savings solutions, which contributed for the company's solid performance.

During the 2Q22, MC's total turnover grew by 11.4% yoy, with the LfL at +9.8%, fuelled by a positive performance across the portfolio. While grocery formats accelerated in the quarter, outpacing market growth, non-grocery formats continued to recover from the pandemic restrictions enforced during the comparable period (LfL of +19.1%). This 2Q top line performance led the 1H22 turnover to reach €2.7bn, implying a 7.6% yoy growth (LfL of +6.0%), reflecting customers' high recognition levels. The company's **online** operation kept its 3% weight on total turnover, and despite the deceleration when compared to the high pandemic growth from the 1H21, remained more than 2x pre-pandemic levels.

MC continues to invest in the expansion, modernisation and refurbishment of its store network, as well as in the development of its digital and logistic capabilities, with **capex** amounting to €44m in the 2Q.







Considering the positive operational performance, the execution of its investment plan and the working capital impacts, MC was able to deliver a sound FCF generation in the 1H22, €36m higher than in the same period of last year, even after the dividend payment of €243m. Consequently, MC's net financial debt reached €628m at the end of June and the ratio total net debt/underlying EBITDA stood at 3.1x (vs 3.3x in the 1H21). Additionally, and in this last quarter, MC closed the first Iberian ESG linked supply chain financing solution aiming to foster and support suppliers ESG transition and commitments.

¹ For more information please see MC 1H22 results in www.sonae.pt

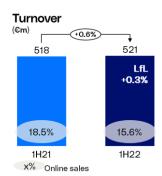
Worten - electronics retail

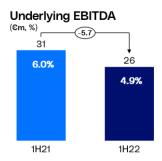
Worten posted a strong set of results in the 2Q22, fully recovering from a challenging first quarter resulting from tough comparable sales in 1Q21, due to stellar sales of IT related products during the lockdown, and the slow sales of heating products following this year mild winter. The 2Q22 was marked by a market recovery in a context of widespread inflation.

Worten turnover grew by 5.9% yoy to €261m in the 2Q22 (LfL of +4.2%), with positive contributions from both geographies. This good top line performance more than offset the previously reported sales gap versus last year, leading 1H22 turnover to grow by 0.6% yoy, reaching €521m.

The **online channel** continues to be an important growth avenue, now representing 15.6% of total turnover, which is below the exceptionally high rates observed during the lockdown periods but is significantly higher than the prepandemic levels (5% in 1H19).

The top line increase in 2Q22 and the improved operational margin, resulting from a more services oriented and favourable sales mix, did not fully offset the operational cost increases, due to higher staff costs (as stores had restricted operation hours last year), higher energy and fuel prices and the company's continued investment in its digital transformation and in evolving its business





+33

1H22

978

Net Result

-5 1H21

NAV INREV

925

model. Consequently, underlying EBITDA stood at €12m in 2Q22 (4.7% margin) and €26m in 1H22 (4.9% margin), standing below the high 1H21 profitability level, but clearly above previous comparable periods.

Sierra - real estate

Sierra recorded a positive 2Q22 at its shopping centre portfolio, its services business and on the execution of its growth avenues. Tenant sales at its European shopping centre portfolio outperformed 2019 levels by 8.3%, consistently across all countries. Sierra's services business recorded a 22.7% yoy top line increase and the execution of its development pipeline and investment management strategy also evolved favourably.

Sierra's European shopping centre portfolio recorded a c.60% yoy (LfL) increase in tenant sales, and a higher occupancy rate of 97.2%. This positive operational performance enabled a reduction of the rental discounts, which are converging to 2019 levels. Furthermore, the resilience of the portfolio was further evidenced through high collection rates and the increase in valuations, which was mainly driven by operational improvements.

In terms of **strategy execution**, the company has been making significant progress, namely by (i) executing the conversion of its development pipeline in projects under construction, (ii) entering the final phases of execution of new investment vehicles, and (iii) signing new contracts for retail and condominium management, for leasing services, as well as for new projects.

On a **proportional accounting basis**, in 1H22 total Net Result reached €28.1m, YE21 Jun22 a strong improvement when compared to the same period of last year, with a contribution of +€20.2m from the Direct Result and of +€7.9m from the Indirect Result.

ew um 1m, YE21 Jun22 a contribution of +€20.2m from the

+5.7%

Regarding **NAV**, according to INREV methodology, Sierra registered an increase of 5.7% at the end of June vs. YE21, mainly driven by the aforementioned positive Net Resut in the period and a favourable FX impact related to the appreciation of the Brazilian Real and the Colombian Peso.

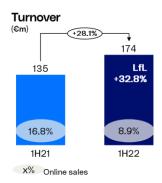
Finally, and in what concerns the company's leverage profile, Sierra's gross loan-to-value reduced by 1.5pp, when compared to YE21, to 44.3%, once again in line with its targets.

Zeitreel – fashion retail

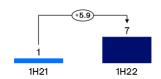
For our fashion business, the 2Q22 continued to be impacted by a demanding context, with the conflict in Ukraine affecting consumer confidence and the inflationary trends pressuring consumers disposable income. Notwithstanding, Zeitreel has been proving its resilience, leveraging a diverse portfolio of brands and channels, with **turnover** recovering to pre-pandemic levels. In the 2Q22 total turnover reached €78m, +4.3% yoy (LfL of +6.2%) and in 1H22, top line stood at €174m, +28.1% yoy and a LfL of +32.8%, both in line with 2019 figures.

Online sales weight reached 8.9% of total turnover in 1H22, showing a correction from last year's figure that was influenced by a large period with limitations in store operations, but continuing above pre-pandemic levels, leveraged by an omnichannel approach.

Following top line performance, Zeitreel delivered an **underlying EBITDA** of €1.3m in the 2Q and of €7.3m in the 1H22, a significant improvement of €5.9m vs last year, despite the additional cost pressures in relevant cost lines, such as utilities, staff and logistic costs, offset by a leaner cost base implemented in the last few years and that led to efficiency gains.



Underlying EBITDA



Universo - financial services

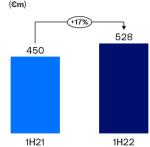
During the 2Q22, Universo's activity continued to show a positive evolution, with the credit backbook building up and phasing-out from the previous business model.

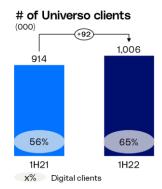
Despite the macroeconomic context affecting consumers' confidence, Universo's production continued to register a clear recovery from last year, fuelled by all business lines. In the 2Q22, Universo **production** increased 13% yoy, leading to a total production of €528m in the 1H22, +17% yoy.

The **client base** surpassed the 1 million threshold, adding more than 90k credit card holders when compared to the end of 1H21 and 17k vs 1Q22. The company's digital footprint continued to be reinforced, with relevant investments in this channel, including the launch of Universo's digital onboarding tool. The focus on digital initiatives allowed Universo's total customer base to reach 65% of digital clients in the 1H22.

In terms of operational performance, the turnover level more than doubled in the quarter vs. 2Q21, reaching €17m in the 1H22. The company's profitability continued to recover as expected, with underlying EBITDA improving €4m in the 2Q and €6m in the 1H yoy, benefiting from a more mature credit portfolio, as aforementioned, that more than offset the impact of the company's investments on its cost structure, namely on its digital channel and customer service.

Total Production





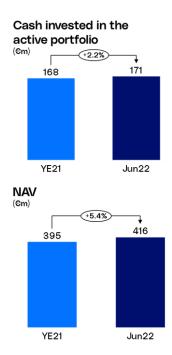
Bright Pixel - investment in technology

During the last three months, Bright Pixel continued its **portfolio management activity**, namely through exit movements and investments in (i) new companies and (ii) follow-ons in some of its portfolio companies.

On the exit side, Bright Pixel agreed to sell, jointly with remaining minority shareholders, the total share capital and voting rights of Maxive, the holding company that aggregates S21sec and Excellium, to Thales Europe (estimated capital gain of €63m), with closing pending from customary regulatory approvals. Additionally, the company sold its minority stake in Cellwize, a company in its portfolio since 2019, to Qualcomm Technologies (total proceeds of €22.5m, and an estimated capital gain of €13.8m).

On the portfolio expansion, Bright Pixel concluded two new investments totalling €12.8m in Retail Tech and Digital Infrastructure segments; and completed follow-on investments in some of its portfolio companies, namely Sales Layer and Portainer.io in financing rounds of US\$25m and US\$6.2m, respectively.

Overall, the **cash invested** in the active portfolio reached €171m at the end of the 1H22, +8.1% QoQ and +2.2% YTD. NAV stood at €416.5m, +10.1% QoQ and +5.4% vs YE21, driven by the new investments coupled with the positive evolution of the current portfolio value, which more than offset the companies' exits.



2. Equity consolidated companies

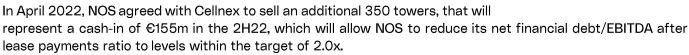
NOS - telecommunications²

NOS published its 2Q22 results on July 20th. **Turnover** increased by 8.1% yoy in the quarter to €369m, with a growth of 68.1% yoy in the Media & Entertainment segment and of 5.6% yoy in the telecom business. The quarter was marked by a strong return of spectators to the cinemas in a path of fast convergence to the pre-pandemic levels. In the telecom business, the positive evolution was driven by both B2B and B2C service solutions, the latter mainly due to an increase in net subscribers of the mobile services, and by a recovery in roaming revenues. All in all, in 1H22 turnover stood at €742m, implying a 9.4% yoy increase.

Regarding **profitability**, 2Q22 EBITDA grew 5.4% yoy to €163m and +5.1% yoy in the 1H22 to €322m, with a 43.4% margin. **Net income** increased 2.0% yoy in the 2Q22 to €44m, implying an equity method contribution to Sonae's results of €10m in the quarter, reaching €19m in the 1H22.

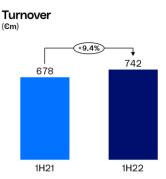
FCF (ex-dividend, financial investments and own shares) totalled €30.6m in the quarter, slightly above 2Q21, as higher EBITDA levels more than offset the increased capex related to the 5G deployment programme and the FttH³ network expansion.

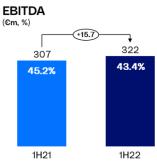
In terms of **capital structure**, after the dividend payment of €142m, in line with last year, net financial debt/EBITDA after lease payments stood at 2.15x.





³ FttH – Fiber to the Home





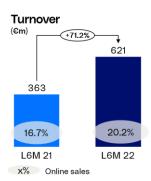
ISRG - sports retail4

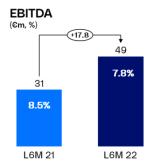
ISRG continued to improve its operational performance with sales already surpassing pre-pandemic levels both from organic operations and from the recently acquired businesses. The top line performance is in fact encouraging considering the macroeconomic context and the sector's trade environment still marked by several supply chain disruptions.

In the L3M 22 (feb-apr), total sales increased by 80% yoy to €255m, fuelled by all brands that are recovering from last year's COVID-19 restrictions in Spain and lockdown in Portugal. Total sales registered a double-digit growth in the L6M 22 of more than 71% yoy, reaching €621m. The online channel continued to expand its contribution already reaching 20.2% of the top line in the L6M 22, mainly fuelled by Deporvillage's acquisition in 2021.

Regarding **profitability**, despite the increased pressure in the cost base, mainly from energy and transportation costs, together with some channel mix affecting the margin, the top line strong recovery led to an increase in the EBITDA level of €15m yoy in the quarter, and of €18m in the L6M 22 to €49m.

All in all, the company's **equity contribution** to Sonae's results increased €3.0m to €1.7m in the quarter, totalling €8.3m in the L6M 22 (+€5.1m yoy).





⁴ Due to calendar reporting dates of JD Sports (the main shareholder of the JV), ISRG figures for the L6M 22 ended last April 30th.



Corporate information

Main announcements in the 2Q22

April 4th

Sonae SGPS, S.A. informs on transactions by Persons Discharging Managerial responsibilities. Sonae SGPS, S.A. informs on own shares delivered to Group directors and employees.

April 28th

Sonae SGPS, S.A. informs on Resolutions taken at Sonae Shareholders Annual General Meeting. Sonae SGPS, S.A. informs about dividend payment.

May 6th

Sonae SGPS, SA informs on 2021 MC Annual Report.

May 17th

Sonaecom, a Sonae subsidiary, informed that its subsidiary Sonae Investment Management – Software and Technology, SGPS, S.A. ("Bright Pixel") reached an agreement with Thales Europe, S.A. to sell the total share capital and voting rights of Maxive – Cybersecurity, SGPS, S.A. ("Maxive"), a holding company that aggregates S21sec and Excellium. The transaction has an underlying Enterprise Value of Maxive of €120 million and is estimated to have a positive impact on the Consolidated Results of Sonaecom amounting to approximately €63 million. These amounts may vary considering the effective closing date of the transaction and the respective financial performance of Maxive until then. The completion of the transaction is still subject to the fulfilment of customary conditions and regulatory approval, being expected to occur until the end of November 2022.



Consolidated P&L

€m	1H21 R	1H22	yoy	2Q21 R	2Q22	yoy
Turnover	3,195	3,447	7.9%	1,600	1,771	10.7%
Underlying EBITDA	246	259	5.2%	136	139	1.8%
margin	7.7%	7.5%	-0.2 p.p.	8.5%	7.8%	-0.7 p.p.
Equity method results*	33	44	36.2%	17	20	15.2%
Sierra	11	19	78.0%	6	10	58.6%
NOS	18	19	5.2%	11	10	-9.6%
ISRG	3	8	156.9%	-1	2	
Non-recurrent items	10	16	57.4%	10	13	35.0%
EBITDA	289	319	10.6%	164	172	5.2%
margin	9.0%	9.3%	0.2 p.p.	10.2%	9.7%	-0.5 p.p.
D&A	-102	-109	-6.7%	-51	-55	-7.9%
D&A - RoU	-63	-65	-2.9%	-32	-33	-2.4%
Prov and imp.	-19	1	-	1	0	-
EBIT	105	147	39.1%	82	85	4.0%
Net Financial results	-52	-43	17.2%	-25	-21	16.8%
Taxes	1	2	27.3%	-1	-1	-1.5%
Direct result	54	105	92.9%	55	63	13.6%
Indirect result	15	39	163.9%	10	30	187.9%
Net result	69	144	108.2%	66	93	41.4%
Non-controlling int.	-7	-26	-	-4	-18	-
Net result group share	62	118	89.1%	62	76	22.5%

R - Restated as Maxive from Bright Pixel was considered as asset held for sale and all periods since 1Q21 were restated to consider

this asset as discontinued operation.

* Equity method results: include direct income by equity method results from Sierra statutory accounts, income related to investments consolidated by the equity method (mainly NOS/Zopt and ISRG) and discontinued operations results.



Consolidated Balance Sheet

€m	30.06.21	31.03.22	30.06.22
TOTAL ASSETS	7,872	8,293	8,218
Non current assets	6,245	6,511	6,545
Net fixed assets	2,058	2,116	2,119
Net Rights of Use	1,022	1,012	995
Goodwill	667	733	718
Investment properties	317	321	341
Other investments	1,780	1,919	1,967
Deferred tax assets	362	368	367
Others	39	42	37
Current assets	1,627	1,782	1,673
Stocks	578	649	688
Trade debtors	114	138	110
Liquidity	551	632	426
Others [®]	383	363	449
SHAREHOLDERS' FUNDS	2,357	3,169	3,089
Equity holders	1,989	2,631	2,612
Attributable to minority interests	368	537	477
LIABILITIES	5,515	5,124	5,128
Non-current liabilities	3,502	2,861	2,929
Bank loans	1,162	855	926
Lease liabilities	1,080	1,073	1,065
Other loans	675	311	310
Deferred tax liabilities	474	500	499
Provisions	19	22	21
Others	92	101	107
Current liabilities	2,013	2,263	2,200
Bank loans	215	393	292
Lease liabilities	105	103	100
Other loans	15	34	29
Trade creditors	1,019	1,154	1,161
Others (2)	659	579	617
SHAREHOLDERS' FUNDS + LIABILITIES	7,872	8,293	8,218

⁽¹⁾ includes assets classified as held for sale. (2) includes liabilities directly associated with assets classified as held for sale.

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

Glossary

Aggregated online sales	Online sales including marketplaces, considering 100% ownership of all Sonae's businesses (fully and equity consolidated).
Capex	Investments in tangible and intangible assets and investments in acquisitions. For NOS it includes right of use.
Direct results	Results before non-controlling interests excluding contributions to indirect results.
(Direct) EBIT	Direct EBT - financial results.
EBITDA	Underlying EBITDA + equity method results + non-recurrent items.
EBITDA margin	EBITDA / turnover.
(Direct) EBT	Direct results before taxes.
EoP	End of period.
Indirect results	Includes 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 of non-current assets (including goodwill) and (iv) provision for assets at risk. Additionally and concerning the remaining Sonae's portfolio, it incorporates: (i) impairments in retail real estate properties; (ii) reductions in goodwill; (iii) provisions (net of taxes) for possible future liabilities and impairments related with non-core financial investments, businesses, assets that were discontinued (or in the process of being discontinued/repositioned); (iv) results from mark to market methodology of other current investments that will be sold or exchanged in the near future and from other related income (including dividends); and (v) other non-relevant issues.
Investment properties	Shopping centres in operation owned and co-owned by Sierra.
Lease Liabilities	Net present value of payments to use the asset.
Like for Like sales (LfL)	Sales made by omnichannel 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 (LTV) – Sierra	Total debt / (Investment properties + properties under development), on a proportional basis.
INREV NAV Sierra	Open market value attributable to Sierra - net debt -minorities + deferred tax liabilities.
Net asset value (NAV) of the investment portfolio	Market value of each Sonae's businesses – average net debt – minorities (book value)
Net debt	Bonds + bank loans + other loans + shareholder loans - cash - bank deposits - current investments - other long-term financial applications.
Net financial debt	Net debt excluding shareholders' loans.
Net invested capital	Total net debt + total shareholders' funds.
Open market Value (OMV)	Fair value of properties in operation (% of ownership), provided by independent international entities and book value of development properties (% of ownership).
Other loans	Bonds and derivatives.
Right of use (RoU)	Lease liability at the beginning of the lease adjusted for, initial direct costs, advance rent payments and possible lease discounts.
RoIC	Return on invested capital.
Total Net Debt	Net Debt + lease liabilities
Total Shareholder Return (TSR)	Profit or loss from net share price change, plus any dividends received over a given period.
Underlying EBITDA	Recurrent EBITDA from the businesses consolidated using the full consolidation method.
Underlying EBITDA margin	Underlying EBITDA / turnover.



% Share capital % of overeigable



Qualified holdings

Qualified shareholding, by reference to 30th June 2022 (shareholders who hold a stake equal to or greater than 2% of the share capital of Sonae SGPS, SA), consistent with the definitions in force at the date of article 16 and article 248-B of the Portuguese Securities Code, relying on the notices received by the Company, the respective attributable share capital and voting rights, as well as the source and the grounds for such attribution, calculated according to article 20 of the Portuguese Securities Code, as required by article 8

Shareholder	Nr. of shares	% Share capital and voting rights*	% of exercisable voting rights**
Efanor Investimentos, SGPS, S.E. (I)			
Directly	200.100.000	10,0050%	10,4204%
By Pareuro, BV (controlled by Efanor Investimentos, SGPS, S.E.)	849.533.095	42,4767%	44,2404%
By Maria Margarida CarvalhaisTeixeira de Azevedo (Director of Efanor Investimentos, SGPS, S.E.)	14.901	0,0007%	0,0008%
By Maria Cláudia Teixeira de Azevedo (Director of Efanor Investimentos, SGPS, S.E.)	1.017.900	0,0509%	0,0530%
By Duarte Paulo Teixeira de Azevedo (Director of Sonae, SGPS, S.A. and Efanor Investimentos, SGPS, S.E.)	375.768	0,0188%	0,0196%
By Ângelo Gabriel Ribeirinho dos Santos Paupério (Director of Sonae, SGPS, S.A. and Efanor Investimentos, SGPS, S.E.)	1.007.523	0,0504%	0,0525%
By Migracom, S.A. (company controlled by Efanor Investimentos, SGPS, S.E., and Sonae, SGPS, S.A.'s Director Duarte Paulo Teixeira de Azevedo)	4.221.599	0,2111%	0,2198%
By Linhacom, SGPS, S.A. (company controlled by Efanor Investimentos, SGPS, S.E., and Sonae, SGPS, S.A.'s Director Maria Cláudia Teixeira de Azevedo)	189.314	0,0095%	0,0099%
By Enxomil - Consultoria e Gestão, SA (company controlled by Efanor Investimentos, SGPS, S.E and Sonae, SGPS, S.A.'s Director Ângelo Gabriel Ribeirinho dos Santos Paupério)	2.021.855	0,1011%	0,1053%
By Enxomil - Sociedade Imobiliária, SA (company controlled by Efanor Investimentos, SGPS, S.E., and Sonae, SGPS, S.A.'s Director Ângelo Gabriel Ribeirinho dos Santos Paupério)	662.987	0,0331%	0,0345%
By Carlos António Rocha Moreira da Silva (Director of Efanor Investimentos, SGPS, S.E.)	50.000	0,0025%	0,0026%
Total attributable to Efanor Investimentos, SGPS, S.E.	1.059.194.942	52,9597%	55,1588%
Criteria Caixa, S.A.	40.019.035	2,0010%	2,0840%
Total attributable to Criteria Caixa, S.A.	40.019.035	2,0010%	2,0840%

Source: communications received by the Company regarding qualified shareholdings up to 30^{th} June 2022.

(I) As from 29th November 2017, Efanor Investimentos SGPS, S.E. ceased to have any controlling shareholder pursuant to the set forth in articles 20 and 21 of the Portuguese Securities Code.

^{*} Voting rights calculated based on the Company's share capital with voting rights, as per subparagraph b) of paragraph 3 of article 16 of the Portuguese Securities Code.

**Voting rights calculated based on the Company's share capital with voting rights that are not subject to suspension of exercise.



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 as endorsed by the European Union, 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 the consolidation perimeter and contains a description of the major risks and uncertainties that they face.

Maia, 27 of July 2022

The Board of Directors,



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2022 AND 2021 AND 31 DECEMBER 2021

(Amounts expressed in euro)

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

	Notes	30 Jun 2022	30 Jun 2021	31 Dec 2021
ASSETS				
NON-CURRENT ASSETS:				
Property, plant and equipment	5	1,667,575,920	1,635,299,950	1,681,657,450
Intangible assets	6	451,918,259	422,217,488	442,752,572
Right of use assets	7	995,337,530	1,022,678,261	1,019,952,622
Investment properties		340,502,528	317,428,850	319,872,797
Goodwill	8	718,313,976	667,058,566	732,295,344
Investments in joint ventures and associates	9	1,564,016,574	1,570,754,285	1,514,650,086
Assets at fair value through profit and loss	10	202,219,695	79,154,922	164,269,283
Assets to fair value through other comprehensive income	10	184,266,060	116,111,989	137,578,854
Other investments	12	16,411,873	14,203,843	14,984,400
Deferred tax assets	11	366,577,552	361,950,446	358,580,253
Other non-current assets		37,434,004	38,980,408	33,694,609
Total Non-Current Assets		6,544,573,971	6,245,839,008	6,420,288,270
CURRENT ASSETS:				
Inventories		687,528,833	578,082,635	633,566,900
Trade receivables and other current assets		402,123,053	307,014,890	333,903,265
Income tax assets		36,384,547	42,780,599	35,193,981
Other tax assets		46,000,499	41,496,043	39,176,930
Other investments	12	2,060,870	10,018,015	7,107,031
Cash and bank balances	13	424,365,589	541,155,252	825,063,052
Total Current Assets		1,598,463,391	1,520,547,434	1,874,011,159
Assets classified as held for sale	14	74,518,356	106,423,044	22,813,863
TOTAL ASSETS		8,217,555,717	7,872,809,486	8,317,113,292
EQUITY AND LIABILITIES				
EQUITY:				
Share capital		2,000,000,000	2,000,000,000	2,000,000,000
Own shares		(83,289,200)	(88,539,491)	(88,539,491)
Legal reserve		299,347,551	281,215,564	281,215,564
Reserves and retained earnings		277,911,754	(265,612,767)	80,890,373
Profit/(Loss) for the period attributable to the equity holders of the Parent Company		118,055,337	62,429,059	267,652,127
Equity attributable to the equity holders of the Parent Company		2,612,025,443	1,989,492,365	2,541,218,573
Equity attributable to non-controlling interests	15	477,044,879	368,194,813	604,175,944
TOTAL EQUITY		3,089,070,322	2,357,687,178	3,145,394,517
LIABILITIES:				
NON-CURRENT LIABILITIES:				
Loans	16	1,236,488,471	1,837,185,861	1,097,360,407
Lease liabilities	7	1,064,587,796	1,079,600,363	1,074,782,608
Other non-current liabilities		107,268,208	91,878,398	96,920,514
Deferred tax liabilities	11	499,381,046	473,989,932	495,286,636
Provisions	17	21,083,501	19,074,531	21,476,976
Total Non-Current Liabilities		2,928,809,022	3,501,729,085	2,785,827,141
CURRENT LIABILITIES:				
Loans	16	320,915,212	229,686,161	317,169,593
Lease liabilities	7	100,086,444	105,332,177	106,409,731
Trade payables and other current liabilities		1,636,166,918	1,517,401,646	1,836,391,304
Income tax liabilities		21,846,880	29,351,239	20,903,844
Other tax liabilities		84,529,738	74,261,366	100,846,896
Provisions	17	3,948,620	7,095,596	4,170,266
Total Current Liabilities		2,167,493,812	1,963,128,185	2,385,891,634
Liabilities directly associated with assets classified as held for sale	14	32,182,561	50,265,038	
TOTAL LIABILITIES		5,128,485,395	5,515,122,308	5,171,718,775
TOTAL EQUITY AND LIABILITIES		8,217,555,717	7,872,809,486	8,317,113,292



CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2022 AND 2021

(Amounts expressed in euro)

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

	Notes	2nd Quarter 2022	2nd Quarter 2021 Restated	30 Jun 2022	30 Jun 2021 Restated Note 3
Sales	4	1,689,829,939	1,529,377,422	3,285,479,982	3,063,889,938
Services rendered	4	81,218,991	70,325,735	161,914,480	130,655,676
Changes in value of investment properties		2,770,868	(2,133,040)	2,770,868	(2,133,040)
Gains and losses on investments		645,017	11,242,474	(236,166)	8,252,654
Gains and losses on investments recorded at fair value through profit and loss	10.3	27,361,552	(1,823,938)	41,297,761	4,120,431
Other income	18	50,974,779	31,497,462	87,153,835	66,069,770
Cost of goods sold and materials consumed		(1,203,812,325)	(1,075,756,772)	(2,349,463,623)	(2,192,752,009)
Changes in inventories of finished goods and work in progress		138,656	824,119	1,350,727	99,667
External supplies and services		(199,679,476)	(184,640,846)	(395,049,273)	(356,134,750)
Employee benefits expense		(244,607,698)	(220,432,988)	(474,733,748)	(432,671,323)
Other expenses		(37,956,852)	(17,756,509)	(61,522,840)	(40,202,191)
Depreciation and amortisation expenses	5,6 and 7	(87,190,039)	(82,413,232)	(173,253,568)	(164,630,266)
Impairment losses		1,150,157	913,766	2,237,208	(9,012,668)
Provisions		(630,013)	14,623	(783,655)	(3,737,894)
Profit from continuing operations before interests, dividends, share of profit or loss of joint ventures and associates and tax		80,213,556	59,238,276	127,161,988	71,813,995
Dividends received during the year		12,288,549	10,764,000	12,288,549	10,764,000
Share of profit or loss of joint ventures and associates	9	26,191,321	24,800,662	52,315,832	43,619,622
Financial income	19	44,108,219	9,760,923	55,582,103	19,764,617
Financial expense	19	(64,918,582)	(34,776,739)	(98,923,558)	(72,109,011)
Profit/(Loss) after before taxation from continuing operations		97,883,063	69,787,122	148,424,914	73,853,223
Income tax expense		(3,457,501)	(5,374,639)	(2,031,705)	(4,771,357)
Profit/(Loss) after taxation from continuing operations		94,425,562	64,412,483	146,393,209	69,081,866
Profit/(Loss) from discontinued operations after taxation		(1,239,718)	1,498,346	(2,078,071)	245,461
Consolidated profit/(Loss) for the period		93,185,844	65,910,829	144,315,138	69,327,327
Attributable to equity holders of the Parent Company:					
Continuing operations	21	76,482,955	61,359,483	119,402,031	63,858,365
Discontinued operations	21	(803,400)	428,288	(1,346,694)	(1,429,306)
		75,679,555	61,787,771	118,055,337	62,429,059
Attributable to non-controlling interests:					
Continuing operations		17,942,607	3,052,998	26,991,178	5,223,501
Discontinued operations		(436,318)	1,070,058	(731,377)	1,674,767
	15	17,506,289	4,123,056	26,259,801	6,898,268
Profit/(Loss) per share					
Continuing operations					
Basic	21	0.039899	0.032152	0.062288	0.033461
Diluted	21	0.039755	0.030041	0.062064	0.031265
Discontinued operations					
Basic	21	(0.000419)	0.000224	(0.000703)	(0.000749)
Diluted	21	(0.000419)	0.000224	(0.000700)	(0.000749)
	_,	(0.000410)	3.333210	(0.000.00)	(0.000.00)



CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE PERIODS ENDED 30 JUNE 2022 AND 2021

(Amounts expressed in euro)

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

	Notes	2nd Quarter 2022	2nd Quarter 2021 Restated	30 June 2022	30 Jun 2021 Restated Note 3
Net Profit / (Loss) for the period		93,185,844	65,910,829	144,315,138	69,327,327
Items that may be reclassified subsequently to profit or loss:					
Exchange differences on translation of foreign operations		(214,063)	(5,267,657)	(4,520,867)	(3,393,664)
Share of other comprehensive income of joint ventures and associates	9	(3,569,953)	24,877,517	36,441,224	14,483,242
Changes in cash flow hedging reserve		3,672,518	3,200,416	9,389,135	6,962,746
Income tax relating to items that may be reclassified subsequently to profit or loss		(362,256)	53,043	(769,875)	(302,757)
Others		716,796	(22,473)	1,042,460	103,287
Items from other comprehensive income that may be reclassified subsequently to profit or loss		243,041	22,840,846	41,582,076	17,852,854
Items that won't be reclassified subsequently to profit or loss:					
Changes value of financial assets at fair value	10.3	(930,114)	3,675,393	12,545,700	3,932,201
Total other comprehensive income for the period		(687,073)	26,516,239	54,127,776	21,785,055
Total comprehensive income for the period		92,498,771	92,427,068	198,442,914	91,112,382
Attributable to:					
Equity holders of parent company		74,629,234	83,947,484	167,773,437	81,531,872
Non controlling interests		17,869,537	8,479,584	30,669,477	9,580,510

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIODS ENDED 30 JUNE 2022 AND 2021

(Amounts expressed in euro

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

				=		Reserves and R	etained Earnings		•				
	Notes	Share Capital	Own Shares	Legal Reserve	Currency Translation Reserve	Investments Fair Value Reserve	Cash-flow Hedging Reserve	Other Reserves and Retained Earnings	Total Reserves and Retained Earnings	Net Profit/(Loss)	Total	Non controlling Interests (Note 14)	Total Equity
	•				Attributa	ble to Equity Ho	Iders of Parent Co	mpany					
Balance as at 1 January 2021		2,000,000,000	(93,340,758)	277,452,299	873,305	(25,569,631)	643,746	(238,214,322)	(262,266,902)	70,944,578	1,992,789,217	447,063,129	2,439,852,346
Total comprehensive income for the period		=	-	-	(2,954,665)	3,893,695	6,382,012	11,781,771	19,102,813	62,429,059	81,531,872	9,580,510	91,112,382
Appropriation of consolidated net profit of 2020													
Transfer to legal reserves and retained earnings		-	-	3,763,265	-	-	-	67,181,313	67,181,313	(70,944,578)	-	-	
Dividends distributed		-	-	-	-	-	-	(93,023,122)	(93,023,122)	-	(93,023,122)	(2,976,114)	(95,999,236)
Income distribution from investment funds		-	-	-	-	-	-	-	-	-	-	(120,102)	(120,104)
Obligation fulfield by share attribution to employees		=	=	-	=	-	-	(143,656)	(143,656)	-	(143,656)	(7,654)	(151,310)
Partial cancellation of Cash Settled Equity Swap		-	4,801,267	-	-	-	-	(1,184,790)	(1,184,790)	-	3,616,477	-	3,616,477
Variation in percentage of subsidiaries		-	-	-	-	-	-	4,797,211	4,797,211	-	4,797,211	(84,969,678)	(80,172,467)
Capital decrease		-	-	-	-	-	-	-	-	-	-	(427,203)	(427,203)
Others		=	=	-	=	-	-	(75,634)	(75,634)	-	(75,634)	51,925	(23,707)
Balance as at 30 June 2021		2,000,000,000	(88,539,491)	281,215,564	(2,081,360)	(21,675,936)	7,025,758	(248,881,229)	(265,612,767)	62,429,059	1,989,492,365	368,194,813	2,357,687,178
Balance as at 1 January 2022		2,000,000,000	(88,539,491)	281,215,564	(183,979)	(2,373,046)	13,112,800	70,334,598	80,890,373	267,652,127	2,541,218,573	604,175,944	3,145,394,517
Total comprehensive income for the period		-	-	-	(3,349,697)	12,545,700	6,684,267	33,837,830	49,718,100	118,055,337	167,773,437	30,669,477	198,442,914
Appropriation of consolidated net profit of 2021													
Transfer to legal reserves and retained earnings		-	-	18,131,987	-	-	-	249,520,140	249,520,140	(267,652,127)	-	-	
Dividends distributed		-	-	=	-	=	-	(98,125,997)	(98,125,997)	-	(98,125,997)	(71,170,452)	(169,296,449)
Obligation fulfield by share attribution to employees		-	5,250,291	-	-	-	-	(568,885)	(568,885)	-	4,681,406	(241,943)	4,439,463
Variation in percentage of subsidiaries		-	-	-	-	-	-	(3,500,462)	(3,500,462)	-	(3,500,462)	(80,027,984)	(83,528,446)
Capital decrease		-	-	-	-	-	-	-	-	-	-	(6,586,800)	(6,586,800)
Others		-	-	-	-	-	-	(21,515)	(21,515)	-	(21,515)	226,637	205,124
Balance as at 30 June 2022		2,000,000,000	(83,289,200)	299,347,551	(3,533,676)	10,172,654	19,797,067	251,475,709	277,911,754	118,055,337	2,612,025,443	477,044,879	3,089,070,322



CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 JUNE 2022 AND 2021

(Amounts expressed in euro)

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

	Notes	2nd Quarter 2022	2nd Quarter 2021	30 Jun 2022	30 Jun 2021
OPERATING ACTIVITIES					
Net cash generated from operating activities (1)		97,791,118	191,250,974	(61,758,416)	(40,968,659)
INVESTMENT ACTIVITIES					
Receipts arising from:					
Investments		6,884,230	44,257,731	7,878,138	49,557,179
Property, plant and equipment and intangible assets		1,644,775	2,632,073	1,974,446	7,401,503
Interests and similar income		299,759	153,065	1,089,075	766,664
Loans granted		3,125,570	5,801,925	3,823,828	5,801,925
Dividends		23,615,852	11,585,012	25,584,796	12,788,475
Others		-	14,384,018	33,899,479	16,090,324
		35,570,186	78,813,824	74,249,762	92,406,070
Payments arising from:					
Investments	22	(35,822,083)	(7,446,521)	(155,517,933)	(93,481,365)
Property, plant and equipment and intangible assets		(56,544,249)	(48,139,798)	(135,403,985)	(112,664,517)
Loans granted		(1,604,573)	(1,176,939)	(11,782,680)	(1,854,454)
Others		-	(103,647)	-	(1,372,310)
		(93,970,905)	(56,866,905)	(302,704,598)	(209,372,646)
Net cash used in/ generated by investment activities (2)		(58,400,719)	21,946,919	(228,454,836)	(116,966,576)
FINANCING ACTIVITIES					
Receipts arising from:					
Loans, bonds and finance leases	16	1,559,305,004	1,406,720,742	2,342,171,292	2,702,344,843
Capital increases, additional paid in capital and share premiums		200,000	-	200,000	-
		1,559,505,004	1,406,720,742	2,342,371,292	2,702,344,843
Payments arising from:					
Lease contracts		(31,705,510)	(52,705,965)	(75,959,902)	(94,007,909)
Loans, bonds and finance leases	16	(1,497,678,475)	(1,587,195,614)	(2,187,840,230)	(2,524,643,733)
Interests and similar charges		(6,128,961)	(7,948,025)	(11,713,274)	(14,425,221)
Reimbursement of capital and paid in capital		(6,586,800)	(427,203)	(6,586,800)	(427,203)
Dividends		(169,421,492)	(100,154,371)	(169,421,492)	(100,274,475)
		(1,711,521,238)	(1,748,431,178)	(2,451,521,698)	(2,733,778,541)
Net cash used in financing activities (3)		(152,016,234)	(341,710,436)	(109,150,406)	(31,433,698)
Net increase (decrease) in cash and cash equivalents (4) = (1)	+ (2) + (3)	(112,625,835)	(128,512,543)	(399,363,658)	(189,368,932)
Effect of exchange rate changes on the balance of cash held in foreign currencies	, , , ,	(176,085)	(106,301)	(465,619)	(162,342)
Effect of discontinued operations		(1,044,169)	85,275	(1,044,169)	-
Cash and cash equivalents at the beginning of the period	13	536,241,761	691,287,828	822,690,051	752,173,451
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SONAE, SGPS, S.A.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 JUNE 2022

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

(Amounts stated in euros)

1. Introduction

SONAE, SGPS, S.A. ("Sonae") has its head-office at Lugar do Espido, Via Norte, Apartado 1011, 4470-909 Maia, Portugal, and is the parent company of a group of companies. Sonae's businesses and operating segments are described in Note 4.

Shares representing the share capital of Sonae, SGPS, S.A. are listed on the Euronext Lisbon stock exchange. At 30 June 2022, Sonae, SGPS, S.A. is majority owned by Pareuro BV and Efanor Investimentos SGPS, S.E., the latter being the ultimate controlling company.

2. Principal accounting policies

The principal accounting policies adopted in preparing the accompanying consolidated financial statements are described below. These policies have been consistently applied in comparative periods.

2.1 Basis of presentation

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

Interim condensed consolidated financial statements are presented quarterly, in accordance with IAS 34 – "Interim Financial Reporting". As such, they do not include all the information to be disclosed in the annual consolidated financial statements and should therefore be read in conjunction with the consolidated financial statements for the previous year.

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

New accounting standards and their impact in these consolidated financial statements:

Up to the date of approval of these consolidated financial statements, the European Union endorsed the following standards, interpretations, amendments and revisions some of which become mandatory during the year 2022:

Standards (new and amendments) effective as at 1 January 2022	Changes	Effective date (for financial years beginning on or after)
IAS 16 - Proceeds before intended use	Prohibition of deducting the proceeds obtained from the sale of items produced during the testing phase, to the acquisition cost of property, plant and equipment.	01 Jan 2022
IAS 37 - Onerous contract - cost of fulfilling a contract	Clarification about the nature of the expenses to be considered in determining whether a particular contract has become onerous.	01 Jan 2022
Annual Improvements 2018-2020	Specific amendments to IFRS 1, IFRS 9, IFRS 16 and IAS 41.	01 Jan 2022
IFRS 3 – Reference to the Conceptual framework	Update to references to the Conceptual Framework and clarification on the registration of provisions and contingent liabilities within the scope of a business combination.	01 Jan 2022

These standards were first applied by the Group in 2022, however, the impacts were not relevant in the accompanying financial statements.

The following standards, interpretations, amendments and revisions have been endorsed by the European Union, until the date of approval of these financial statements and are mandatory for future economic years:

Standards (new and amendments) that will become effective, on or after 1 January 2023 already endorsed by the EU	, Changes	Effective date (for financial years beginning on or after)
IFRS 17 - Insurance contracts	New accounting for insurance contracts, reinsurance contracts and investment contracts with discretionary participating features.	01 Jan 2023
IFRS 17 - Insurance contracts (amendments)	The amendments to IFRS 17 relate to changes in areas such as: i) scope; ii) level of aggregation of insurance contracts; iii) recognition; iv) measurement; v) modification and derecognition; vi) presentation of the Statement of Financial Position; vii) recognition and measurement of the Income statement; and viii) disclosures.	01 Jan 2023
IAS 1 - Disclosure of accounting policies	Disclosure requirement for material accounting policies, rather than significant accounting policies.	01 Jan 2023
IAS 8 - Disclosure of accounting estimates	Definition of accounting estimate. Clarification as to the distinction between changes to accounting policies and changes to accounting estimates.	01 Jan 2023

The following standards, interpretations, amendments and revisions were not at to the date of approval of these consolidated financial statements endorsed by the European Union:

Standards (new and amendments) that will become effective, on or after 1 January 2023 not yet endorsed by the EU	, Changes	Effective date (for financial years beginning on or after)
IAS 1 - Presentation of financial statements - classification of liabilities	Classification of a liability as current or non-current, depending on an entity's right to defer its payment. New definition of "settlement" of a liability.	01 Jan 2023
IAS 12 – Deferred tax related to assets and liabilities arising from a single transaction	Requirement to recognize deferred tax on the recognition of assets under right of use / lease liability and provisions for decommissioning / related asset, when their initial recognition gives rise to equal amounts of taxable temporary differences and deductible temporary differences, because of not being relevant for tax purposes.	01 Jan 2023
IFRS 17 – Initial Application of IFRS 17 and IFRS 9 – Comparative Information	This amendment allows to avoid temporary accounting mismatches between financial assets and insurance contract liabilities in the comparative information presented, when first applying IFRS 17. This amendment allows the application of a classification overlay to a financial asset for which the entity does not restate IFRS 9 comparative information.	01 Jan 2023

The Group did not proceed with the early implementation of any of these standards in the financial statements for the period ended 30 June 2022 since their application is not mandatory, lying in the process of analyzing expected effects of those standards.

3. Restatement of consolidation income statements

Following the agreement signed with Thales Europe, S.A. for the sale of share capital and voting rights of Maxive Cybersecurity, SGPS, S.A., announced on 17th May, the contribute of Maxive and its subsidiaries, for the second quarter of 2022 consolidated financial statements, were presented as discontinued operations units, in the consolidated income statements.

The restatement impact on the consolidated financial statements according to the changes described previously, for the period ended 30 June 2021 can be summarized as follows:

30 Jun 2021	Before the restatement	Discontinued operations	After the restatement
Sales	3,071,206,427	7,316,489	3,063,889,938
Services rendered	150,675,486	20,019,810	130,655,676
Changes in value of investment properties	(2,133,040)	-	(2,133,040)
Gains and losses on investments	9,637,567	1,384,913	8,252,654
Gains and losses on investments recorded at fair value through results	2,747,813	(1,372,618)	4,120,431
Other income	71,080,746	5,010,976	66,069,770
Cost of goods sold and materials consumed	(2,198,895,518)	(6,143,509)	(2,192,752,009)
Changes in inventories of finished goods and work in progress	99,667	-	99,667
External supplies and services	(362,163,130)	(6,028,380)	(356,134,750)
Employee benefits expense	(447,734,838)	(15,063,515)	(432,671,323)
Other expenses	(40,596,223)	(394,032)	(40,202,191)
Depreciation and amortisation expenses	(167,535,943)	(2,905,677)	(164,630,266)
Impairment losses	(12,351,630)	(3,338,962)	(9,012,668)
Provisions	(4,884,531)	(1,146,637)	(3,737,894)
Dividends received during the year	10,764,000	-	10,764,000
Share of profit or loss of joint ventures and associates	43,619,622	-	43,619,622
Financial income	19,732,632	(31,985)	19,764,617
Financial expense	(72,668,966)	(559,955)	(72,109,011)
Profit/(Loss) before taxation from continuing operations	70,600,141	(3,253,082)	73,853,223
Income tax expense	(4,404,913)	366,444	(4,771,357)
Profit/(Loss) after taxation from continuing operations	66,195,228	(2,886,638)	69,081,866
Profit/(Loss) from discontinued operations after taxation	3,132,099	2,886,638	245,461
Consolidated profit/(Loss) for the period	69,327,327	-	69,327,327

4. Segment information

Sonae has in its portfolio 8 business segments:

- MC is the undisputed leader in the Portuguese food retail market (offline and online);
- Worten is a leading omnichannel retailer of products and services, with a focus on household appliances and consumer electronics;
- Sierra is the fully integrated operator in the real estate sector;
- Zeitreel is the largest Portuguese fashion group (Salsa, Mo, Zippy and Losan);
- Universo is a fast-growing digital financial services operator in Portugal;
- Bright Pixel is an active and specialized investor with a focus on retail technology, digital infrastructure and cybersecurity;
- NOS is the leading convergent operator in the Portuguese telecommunications market; and
- Iberian Sports Retail Group (ISRG) is one of the largest and fastest growing Iberian sports retailers (Sprinter, SportZone, JD and Size?).

These segments were identified taking into account the following criteria/conditions: the fact that they are units of the group that develop activities where income and expenses can be separately identified, in

relation to which financial information is developed separately, their operating results are regularly reviewed by management and on which it makes decisions about, for example, allocation of resources, the fact that they have similar products/services and also taking into account the quantitative threshold (as provided for in IFRS 8).

Financial information per business segment

The main operating segment information as at 30 June 2022 and 2021 can be detailed as follows:

30 Jun 2022	Turnover	Depreciation and amortisation (3)	Provisions and impairment losses (3)	EBIT (3)	Financial results (3)	Income tax ⁽³⁾
MC	2,695,420,029	(129,958,701)	545,406	109,108,354	(35,937,398)	(8,881,685)
Worten	521,425,125	(18,480,866)	5,833	(1,007,132)	(1,941,367)	2,902,489
Sierra	55,631,109	(1,562,639)	1,001,250	28,222,690	(3,451,830)	(966,252)
Zeitreel	173,523,838	(17,265,265)	946,167	(13,485,277)	(2,104,176)	7,674,938
Universo	16,842,607	(985,298)	(803,397)	(6,164,284)	72,387	2,528,821
Bright Pixel	862,622	(575,618)	(115,415)	12,570,517	2,486,567	(4,378,855)
NOS	=	-	=	18,518,475	-	=
ISRG	=	=	=	8,284,270	=	<u> </u>
Other, eliminations and adjustments (1)	(16,310,868)	(4,425,181)	(121,783)	(9,511,299)	(2,465,638)	2,688,480
Total consolidated - Direct	3,447,394,462	(173,253,568)	1,458,061	146,536,314	(43,341,455)	1,567,936

30 Jun 2021	Turnover	Depreciation and amortisation (3)	Provisions and impairment losses	EBIT ⁽³⁾	Financial results ⁽³⁾	Income tax (3)
MC	2,504,796,958	(124,695,686)	(9,510,423)	101,622,042	(37,857,110)	(9,306,226)
Worten	518,088,462	(16,448,831)	(3,068,525)	4,959,520	(2,475,010)	2,269,882
Sierra	46,031,054	(1,485,077)	740,526	16,738,619	(4,175,189)	(440,713)
Zeitreel	135,441,636	(17,738,808)	65,347	(26,111,590)	(3,507,028)	7,485,344
Universo	8,375,666	(757,448)	(508,635)	(10,859,635)	(131,292)	2,970,744
Bright Pixel	687,382	(496,635)	(133,292)	6,356,456	880,746	(3,051,915)
NOS	-	-	-	17,599,433	-	-
ISRG	-	-	-	3,225,238	-	-
Other, eliminations and adjustments (1)	(18,875,544)	(3,007,781)	49,145	(8,163,007)	(5,079,511)	1,304,461
Total consolidated - Direct	3,194,545,614	(164,630,266)	(12,365,857)	105,367,076	(52,344,394)	1,231,577

		30 Jun 2022		30 Jun 2021			
	Investment (CAPEX)	Invested capital	Financial net debt ⁽²⁾⁽⁴⁾	Investment (CAPEX)	Invested capital	Financial net debt ⁽²⁾⁽⁴⁾	
MC	69,909,773	2,496,896,960	1,696,880,514	67,981,020	2,564,435,306	1,749,602,874	
Worten	23,378,482	85,552,280	-	21,187,508	86,089,897	-	
Sierra	22,351,606	997,203,621	59,673,120	848,836	921,192,956	32,230,268	
Zeitreel	6,302,389	319,800,714	-	5,680,006	308,387,949	-	
Universo	584,606	23,095,405	-	984,985	30,147,667	-	
Bright Pixel	26,492,641	317,262,128	3,416,286	4,912,543	223,839,356	9,851,493	
NOS	-	821,428,209	-	-	792,936,598	-	
ISRG	-	109,296,070	-	-	87,130,356	-	
Other, eliminations and adjustments (1)	125,383,113	185,991,311	507,486,438	84,716,458	24,086,049	889,723,537	
Total consolidated	274,402,610	5,356,526,698	2,267,456,358	186,311,357	5,038,246,134	2,681,408,172	

- 1) Includes Sonae individual accounts;
- 2) These captions are accompanied by management in more aggregated form, and not allocated to individual operating segments identified above;
- 3) Reconciled information in Note 23;
- 4) Include lease liabilities.

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

	Invest	ment	Invested capital	
	30 Jun 2022	30 Jun 2021	30 Jun 2022	30 Jun 2021
Inter-segment intra-groups and contributions of entities non-individualized entities as segments	41,912,515	2,557,183	185,991,311	90,798,271
Aquisition of an additional 10% of Sonae Sierra (Note 22)	83,470,598	82,159,275	-	-
Cash settled equity swap	-	-	-	(66,712,222)
	125,383,113	84,716,458	185,991,311	24,086,049

All performance measures are reconciled to the financial statements in Note 23.

Glossary:

Net Invested capital = Net debt + Shareholder funds;

Net Financial Debt = Bonds + bank loans + other loans + shareholder loans - cash - bank deposits - current investments - excluding other long-term investments + lease liabilities;

Others, eliminations and adjustments = Intra-groups + consolidation adjustments + contributions from other companies not included in the disclosed segments by do not fit in any reportable segment, i.e., companies "other" than Sonae SGPS are included in the consolidated financial statements as of 31 December 2021, on note 53;

Investments (CAPEX) = Gross investments in Property, Plant and equipment and intangible assets and investments in acquisitions.

5. Property, plant and equipment

During the six months period ended as at 30 June 2022, the movements in Property, plant and equipment as well accumulated depreciation and impairment losses are made up as follows:

	Land and Buildings	Plant and Machinery	Vehicles	Fixtures and Fittings	Other tangible assets	Tangible assets in progress	Total tangible assets
Gross assets							
Opening balance as at 1 January 2022	1,387,934,876	1,777,791,777	31,165,729	188,035,777	56,614,631	33,384,003	3,474,926,793
Investment	10,222,445	2,900,955	17,763	782,953	393,052	60,466,920	74,784,088
Acquisitions of subsidiaries	10,944	96,907	-	-	-	-	107,851
Disposals	(7,007,528)	(21,393,799)	(478,141)	(23,405,303)	(577,141)	(237,468)	(53,099,380)
Exchange rate effect	(162,478)	(166,910)	-	14,108	265	-	(315,015)
Assets available for sale	(1,374,853)	(2,512,601)	(178,370)	(4,092,122)	(260,141)	(40,625)	(8,458,712)
Transfers	2,574,250	47,670,409	87,919	4,731,852	704,317	(56,801,967)	(1,033,223)
Closing balance as at 30 June 2022	1,392,197,656	1,804,386,738	30,614,900	166,067,265	56,874,983	36,770,863	3,486,912,402
Accumulated depreciation and impairment los	sses						
Opening balance as at 1 January 2022	474,800,245	1,112,288,586	21,930,901	137,669,788	46,358,128	221,695	1,793,269,343
Depreciation of the period	11,892,668	60,871,284	885,541	7,973,385	1,842,252	-	83,465,130
Impairment losses of the period (Note 17)	1,856,714	-	-	-	-	-	1,856,714
Reversals of impairment losses (Note 17)	(6,319,435)	(232,188)	-	(4,290)	(383,877)	-	(6,939,790)
Acquisitions of subsidiaries	1,459	76,762	-	-	-	-	78,221
Disposals	(1,495,510)	(19,916,073)	(430,789)	(23,291,573)	(571,392)	-	(45,705,337)
Exchange rate effect	(45,269)	(82,290)	-	13,063	255	-	(114,241)
Depreciation of assets available for sale	(1,081,898)	(1,722,040)	(57,048)	(3,787,878)	(190,455)	-	(6,839,319)
Transfers	129,298	47,088	75,049	(258,107)	272,437	-	265,760
Closing balance as at 30 June 2022	479,738,272	1,151,331,130	22,403,654	118,314,388	47,327,348	221,695	1,819,336,482
Carrying amount							
as at 30 June 2022	912,459,384	653,055,609	8,211,246	47,752,877	9,547,635	36,549,168	1,667,575,920

The investment includes the acquisition of assets of approximately 63.8 million euro (56 million euro in 2021), associated with the opening and remodeling of stores of Sonae retail operating segments.

6. Intangible assets

During the six months period ended 30 June 2022, the movement occurred in intangible assets and in the corresponding accumulated amortization and impairment losses, was as follows:

	Patents and other similar rights	Software	Other intangible assets	Intangible assets in progress	Total intangible assets
Gross Assets					
Opening balance as at 1 January 2022	255,766,929	509,717,810	101,635,876	43,777,049	910,897,664
Investment	1,121,274	602,334	29,808	35,395,600	37,149,016
Acquisitions of subsidiaries	-	55,696	2,854,856	-	2,910,552
Disposals	(3,930)	(28,391)	(54,000)	(166,719)	(253,040)
Exchange rate effect	-	810	-	-	810
Assets available for sale	(24,465,706)	(6,545,158)	-	(229,905)	(31,240,769)
Transfers	39,215	22,501,345	1,682,007	(21,814,420)	2,408,147
Closing balance as at 30 June 2022	232,457,782	526,304,446	106,148,547	56,961,605	921,872,380
Accumulated Depreciation and Impairment Losses					
Opening balance as at 1 January 2022	67,214,679	341,799,904	59,130,509	-	468,145,092
Depreciation of the period	501,644	22,068,613	2,590,278	-	25,160,535
Impairment losses of the period (Note 17)	-	(117,397)	27,300	-	(90,097)
Acquisitions of subsidiaries	-	27,845	613,042	-	640,887
Disposals	(534)	(5,318)	(21,375)	-	(27,227)
Exchange rate effect	-	279	-	-	279
Depreciation of assets available for sale	(20,147,683)	(5,060,574)	-	-	(25,208,257)
Transfers	-	(166)	1,333,075	-	1,332,909
Closing balance as at 30 June 2022	47,568,106	358,713,186	63,672,829	-	469,954,121
Carrying Amount					
as at 30 June 2022	184,889,676	167,591,260	42,475,718	56,961,605	451,918,259

As at 30 June 2022 the Investment related to intangible assets in progress includes 30.9 million euro related to IT projects and development software. Within that amount it is included 11.9 million euro of capitalizations of personnel costs related to own work.

7. Rights of use assets

During the period of six months ended on 30 June 2022, the detail and the movement in the value of the rights of use, as well as in the respective depreciations, was as follows:

	Land and Buildings	Vehicles	Others assets	Total right of use assets
Gross Assets				
Opening balance as at 1 January 2022	1,550,214,375	101,204,310	3,490,847	1,654,909,532
Additions	41,879,003	4,168,419	90,309	46,137,731
Effect of foreign currency exchange differences	33,255	(7,010)	-	26,245
Decreases and write-offs	(47,625,061)	(8,863,476)	(1,690,974)	(58,179,510)
Closing balance as at 30 June 2022	1,544,501,572	96,502,243	1,890,182	1,642,893,997
Accumulated Depreciation and Impairment Losses				
Opening balance as at 1 January 2022	565,582,630	67,834,521	1,539,759	634,956,910
Depreciation of the period	52,702,916	11,757,749	167,239	64,627,904
Effect of foreign currency exchange differences	76,430	-	-	76,430
Decreases and write-offs	(44,429,486)	(6,351,647)	(1,245,872)	(52,027,005)
Use of impairment losses	(77,773)	-	-	(77,773)
Closing balance as at 30 June 2022	573,854,717	73,240,623	461,126	647,556,467
Carrying Amount				
as at 30 June 2022	970,646,854	23,261,620	1,429,056	995,337,530

Liabilities related to rights of use are recorded under non-current and current lease liabilities of 1.065 million euros and 100 million euro respectively (1.075 million euro and 106 million euro at 31 December 2021).

In the consolidated income statement, 64.6 million euro were recognized for depreciation of the period (62.8 million euro in 30 June 2021) and 36.3 million of euro of interest relating to the adjusted debt (37.4 million euro in 30 June 2021).

8. Goodwill

Goodwill is allocated to each operating segment and within each segment to each of the homogeneous groups of cash generating units as follows:

- MC, Worten and Zeitreel Goodwill is allocated to each operating segment, being afterwards distributed by each homogenous group of cash generating units, namely to each insignia within each segment distributed by country and each of the properties in case of operating segment MC;
- Sierra The value of the Goodwill of this segment is mainly allocated to the operation of property management; and
- Bright Pixel In this segment the Goodwill is related to the technology business.

As at 30 June 2022 and 31 December 2021, the caption "Goodwill" was made as follows by segment and country:

		30 Jun 2022			
Insignia	Portugal	Spain	United Kingdom	Other countries	Total
MC	486,369,406	19,440,000	-	-	505,809,406
Worten	78,185,304	-	-	-	78,185,304
Sierra	18,159,949	-	-	-	18,159,949
Zeitreel	53,097,133	-	-	-	53,097,133
Bright Pixel	1,317,676	-	-	-	1,317,676
Others	-	-	61,744,508	-	61,744,508
	637,129,468	19,440,000	61,744,508	-	718,313,976

			31 Dec 2021		
Insignia	Portugal	Spain	United Kingdom	Other countries	Total
MC	486,369,406	19,440,000	-	-	505,809,406
Worten	78,185,304	-	-	-	78,185,304
Sierra	18,159,949	-	-	-	18,159,949
Zeitreel	53,097,133	-	-	-	53,097,133
Bright Pixel	2,059,740	1,641,824	-	10,971,314	14,672,878
Others	-	-	62,370,674	-	62,370,674
	637,871,532	21,081,824	62,370,674	10,971,314	732,295,344

9. Joint ventures and associated companies

9.1 Detail of book value of investments in joint ventures and associates

The value of investments in joint ventures and associates can be analyzed as follows:

Investments in joint ventures and associates	30 Jun 2022	31 Dec 2021
Investments in joint ventures	773,393,356	744,565,681
Investments in associates	790,623,218	770,084,405
Total	1,564,016,574	1,514,650,086

The detail per company of investments in joint ventures is as follows:

COMPANY	30 Jun 2022	31 Dec 2021
MC		
Maremor Beauty & Fragances, S.L.	157,825	170,499
Sohi Meat Solutions - Distribuição de Carnes, SA	2,278,548	3,639,130
	2,436,373	3,809,630
Sierra		
Arrábidashopping- Centro Comercial, S.A.	27,612,690	27,555,861
Gaiashopping I- Centro Comercial, S.A.	28,496,933	28,854,515
L.C. Malheiro II, SGPS, SA	3,498,568	2,097,775
Madeirashopping- Centro Comercial, S.A.	19,637,428	19,170,362
Nova Centralidade Soc. de Desenv. Imobiliário, SA	8,147,533	-
Pantheon Plaza B.V.	2,358,725	2,845,449
Parque Atlântico Shopping - Centro Comercial, S.A.	18,450,221	17,843,797
Proyecto Cúcuta S.A.S.	2,410,107	2,430,667
SC Aegean B.V.	3,456,825	3,433,293
Via Catarina- Centro Comercial, S.A.	10,756,988	9,704,074
Others	350,161	3,319,702
	125,176,179	117,255,495
Bright Pixel		
Unipress - Centro Gráfico, Lda	511,095	492,267
	511,095	492,267
NOS		
ZOPT, SGPS, SA (consolidated)	645,269,709	623,008,290
	645,269,709	623,008,290
Investments in joint ventures	773,393,356	744,565,681

¹⁾ Company acquired in February 2022

Financial Investment in NOS

The value on the income statement related to ZOPT results from net income of NOS, the net income of ZOPT and the impact on results of the process of allocating the fair value to the assets and liabilities acquired by ZOPT.

On 30 June 2022, it was considered that the assumptions made in the impairment tests carried out in 2021 did not have significant variations.

With regard to ZOPTs financial participations in Finstar and ZAP Media (Finstar consolidated), the Board of Directors of NOS and ZOPT is certain that the patrimony seizure to Mrs. Isabel dos Santos, in the specific case of the shares held by her in Finstar and ZAP Media (where she holds 70% of the capital), does not change the control profile, in this case joint control as defined in IFRS 11.

In January 2022, the Public Prosecutor's Office (MP) with the National Asset Recovery Service of the OPG, representing the Angolan State, requested, at the Luanda District Court, i) the replacement of the current trustees of the companies Finstar and ZAP Media (current Boards of Directors of the companies) by the Ministry of Telecommunications, Information Technologies and Social Communication (MTTICS), as well as, ii) the inhibition of voting rights by Isabel dos Santos, requests that the Court granted. Still waiting for further developments on this decision, namely that it does not allow for further appeal, to assess its impact on the management of the business. The Board of Directors of NOS is currently convinced - based on the statements that have been made by the new trustee, MTTICS - that the activity of the companies will continue to develop normally.

On 4 April 2020, Sonaecom was informed by its subsidiary ZOPT of the communication it received from the Central Criminal Investigation Court of Lisbon ('Court') to proceed with the preventive seizure of 26.075% of NOS share capital, corresponding to half of the shareholding in NOS held by ZOPT and, indirectly, by the companies Unitel International Holdings, BV and Kento Holding Limited, controlled by

Mrs. Isabel dos Santos. Under the terms of that communication, the foreclosed shares (134,322,268.5 shares) would be deprived of the exercise of voting rights and the right to receive dividends, the latter of which should be deposited with Caixa Geral de Depósitos, S.A. at the order of the Court. The other half of ZOPT's participation in NOS share capital, corresponding to an identical percentage of 26.075% - and which, at least in line with the criterion used by the Court, embodies the 50% held in ZOPT by Sonaecom - was not subject to seizure, nor the rights inherent to it have been subject to any limitation.

It is the understanding of the board of directors of ZOPT and SONAECOM that the measure of arrest imposed is illegitimate and offends several fundamental rights of ZOPT – third party in relation to the decreed arrest – not being legally liable to determine the deprivation of voting rights, not even to inhibit the holder of the arrested shares from continuing to exercise those rights, which deprivation we understand for this reason, be null and without any effect. Thereafter, ZOPT has deducted third-party embargoes.

On 12 June 2020, ZOPT was notified of the order issued by the Lisbon Central Criminal Investigation Court, which authorizes it to exercise the voting right corresponding to the 26.075% of NOS share capital preemptively held to the order of that Court. This notification reinforces the understanding of the Boards of Directors of ZOPT and Sonaecom, according to which the conditions of control of ZOPT over NOS are fulfilled, and that that measure will have no material effect on the control of this company.

Still in June 2020, the Investigating Judge rejected the third-party embargoes deducted by ZOPT on the grounds of incompetence of the Portuguese courts to assess and decide, a decision that, having been appealed by ZOPT, was revoked by the Court of Justice, already in 2021. In a decision dated 25.11.2021, the investigating judge dismissed the objections and maintained the preventive seizure. ZOPT appealed against this decision to the Lisbon Court of Appeal. On June 2022, ZOPT was notified of the decision that dismissed the appeal, which was the subject of a nullity claim. Further developments are awaited.

On 19 August 2020, Sonaecom communicated the intention of the shareholders of ZOPT (Sonaecom, Unitel International Holdings, BV and Kento Holding Limited) to liquidate the company, maintaining Sonaecom as the reference shareholder of NOS. To date, the efforts to dissolve the ZOPT have not yet been carried out.

During 2020 and 2021, ZOPT was notified of a number of court decisions concerning the ZOPT shares held by KENTO and Unitel International Holdings and the respective right to receive dividends, specifically the following: (i) preventive preservation in case no. 210/20.4TELSB, of the Central Criminal Court, Single Section, concerning 32.65% of ZOPTs share capital held by Unitel International Holdings and 124,234,675 ZOPT shares held by KENTO, with the deprivation of the exercise of voting rights and the right to receive dividends; (ii) seizure decreed in process no. 14012/20.4T8PRT, by Judge 6 of the Central Civil Court of Póvoa de Varzim, over the shares of ZOPT held by Unitel International Holdings, with all the respective rights of patrimonial nature, including the right to receive dividends; (iii) pledge decreed in process no. 7418/21.3T8LSB, by Judge 2 of the Lisbon Execution Court, of 124,234,675 ZOPT shares held by Kento and of the dividends of those shares; (iv) preservation decreed in process no. 17561/21.3T8LSB-A, by Judge 12 of the Lisbon Central Civil Court, over the ZOPT shares held by KENTO and Unitel International Holdings and over the dividends that have not yet been distributed or that may be deliberated. In relation to the pledge, identified in (iii), ZOPT was also notified by Caixa Geral de Depósitos (CGD), as the beneficiary of the pledge of the shares held by Kento in ZOPT, stating that it was vested with the power to exercise the voting rights attached to the Shares, and all other inherent rights,

and that Kento was deprived of exercising such rights without the prior express written consent of CGD. It is the understanding of the ZOPT Board of Directors that, whenever the economic value of the shares is not at stake, CGD, as a pledging creditor of Kento, should act in accordance with Kento's instructions when exercising its voting rights, which means voting in the direction defined by Kento.

Despite the facts described above considering that, there has been no change in the Board of Directors of ZOPT and that decisions on the operating activity of the investee company continue to be taken in accordance with what was being done, we concluded that the profile of joint control over the ZOPT has not changed.

ZOPT Group provisions

The evolution in provisions occurred during the first 6 months of 2022 compared to 31 December 2021 was as follows:

Legal actions with regulators and Competition Authority ("Autoridade da Concorrência" - AdC)

NOS SA, NOS Açores and NOS Madeira brought actions for judicial review of ANACOM's decisions in respect of the payment of the Annual Fee of Activity (for 2009, 2010, 2011, 2012, 2013, 2014, 2015, 2016, 2017, 2018, 2019, 2020 and 2021) as Electronic Communications Services Networks Supplier, and furthermore the refund of the amounts that meanwhile were paid within the scope of the mentioned acts of settlement was requested. Also NOS Wholesale brought action for judicial review of ANACOM's decision in respect of payment of the Annual Fee of Activity for 2020 and 2021.

The settlement amounts are, respectively, as follows:

- NOS SA: 2009: 1,861 thousand euro, 2010: 3,808 thousand euro, 2011: 6,049 thousand euro, 2012: 6,283 thousand euro, 2013: 7,270 thousand euro, 2014: 7,426 thousand euro, 2015: 7,253 thousand euro, 2016: 8,242 thousand euro, 2017: 9,099 thousand euro, 2018: 10,303 thousand euro, 2019: 10,169 thousand euro; 2020: 10,184 thousand euro and 2021: 9,653 thousand euro.
- NOS Açores: 2009: 29 thousand euro, 2010: 60 thousand euro, 2011: 95 thousand euro, 2012: 95 thousand euro, 2013: 104 thousand euro, 2014: 107 thousand euro, 2015: 98 thousand euro, 2016: 105 thousand euro, 2017: 104 thousand euro, 2018: 111 thousand euro, 2019: 107 thousand euro, 2020: 120 thousand euro and 2021: 123 thousand euro.
- NOS Madeira: 2009: 40 thousand euro, 2010: 83 thousand euro, 2011: 130 thousand euro, 2012: 132 thousand euro, 2013: 149 thousand euro, 2014:165 thousand euro, 2015: 161 thousand euro, 2016: 177 thousand euro, 2017: 187 thousand euro, 2018: 205 thousand euro, 2019: 195 thousand euro, 2020: 202 thousand euro and 2021: 223 thousand euro.
- NOS Wholesale: 2020: 36 thousand euro and 2021: 110 thousand euro.

Tax authorities

During the course of the 2003 to 2022 financial years, some companies of the NOS Group were the subject of tax inspections for the 2001 to 2020 financial years. Following these inspections, NOS SGPS, as the controlling company of the Tax Group, and companies not covered by Tax Group, were notified of the corrections made to the Group's tax losses, to VAT and stamp tax and to make the payments related to the corrections made to the above exercises. The total amount of the notifications unpaid is about 37 million euro, added interest, and charges. These settlement notes, which totally were contested, are the respective lawsuits in progress.

Actions by MEO against NOS S.A., NOS Madeira and NOS Açores and by NOS S.A. against MEO

After the judgment was carried out, in May 2022, the court partially accepted NOS, condemning MEO to pay 7.9 million euros, a decision that has not yet become final. It is understanding of the Board of Directors of NOS and ZOPT, corroborated by attorneys accompanying the process, that it is, in formal and substantive terms, likely that NOS SA will be able to win the lawsuit, due to MEO already having been convicted for the same offences by ANACOM.

Action brought by DECO

In March 2018, NOS was notified of a lawsuit brought by DECO against NOS, MEO and NOWO, in which a declaration of nullity of the obligation to pay the price increases imposed on customers at the end of 2016 is requested.

After the discussion and judgment sessions were held in June 2022, the conclusion of the process is now pending the parties' allegations, which were scheduled for September 2022. The Board of Directors of NOS and ZOPT are convinced that the arguments used by the author are not justified, which is why it is believed that the outcome of the proceeding should not result in significant impacts for the Group's financial statements.

Interconnection tariffs

At 30 June 2022, accounts receivable and accounts payable include 37,139,253 euros and 43,475,093 euros, respectively, resulting from a dispute between the subsidiary NOS SA and, essentially, the operator MEO – Serviços de Comunicação e Multimédia, S.A. (previously named TMN – Telecomunicações Móveis Nacionais, S.A.), in relation to the non-definition of interconnection tariffs of 2001. In what concerns to that dispute with MEO, the result was totally favourable to NOS S.A., having already become final.



The detail of Investments in Associates is as follows:

COMPANY	30 Jun 2022	31 Dec 2021
MC		
Sempre a Postos - Produtos Alimentares e Utilidades, Lda	1,143,433	910,322
	1,143,433	910,322
Sierra		
3shoppings - Holding, SGPS, S.A.	13,441,121	12,911,514
Aliansce Sonae Shopping Centers, S.A.	95,104,582	82,144,399
Area Sur Shopping, S.L.	8,347,223	7,609,420
Douro Riverside Hotel, S.A.	1,814,218	
Fundo Investimento Imobiliário Parque Dom Pedro Shopping Center ("FIIPDPSH")	11,986,931	10,045,075
Fundo Investimento Imobiliário Shop. Parque Dom Pedro ("FIISHPDP")	114,287,458	96,256,93
lberia Shop.C. Venture Coöperatief U.A. ("lberia Coop")	15,018,065	14,409,364
Le Terrazze - Shopping Centre 1 Srl	6,621,767	6,444,258
Mercado Urbano - Gestão Imobiliária, S.A.	1,256,561	1,225,393
Olimpo Real Estate SOCIMI, S.A.	7,604,414	7,808,294
Olimpo Real Estate Portugal, SIGI, S.A.	2,731,100	2,747,98
Serra Shopping- Centro Comercial, S.A.	1,147,412	1,063,010
Sierra European Retail Real Estate Assets Holdings, BV ("Sierra BV")	242,995,027	229,957,073
Sierra Portugal Feeder 1	2,237,344	2,167,043
Sierra Portugal Real Estate ("SPF")	20,093,771	20,949,774
Signal Alpha Republica I, S.A.	267,485	325,425
Signal Alpha Republica II, Lda.	45,849	61,658
Trivium Real Estate Socimi, S.A.	25,235,876	25,935,782
Zenata Commercial Project	2,148,400	2,117,099
	572,384,604	524,179,497
Bright Pixel		
Fundo de Capital de Risco Armilar Venture Partners II (Armilar II)	72,986,165	76,854,019
Fundo de Capital de Risco Armilar Venture Partners III (Armilar III)	19,128,604	51,583,976
Fundo de Capital de Risco Espirito Santo Ventures Inovação e Internacionalização (AVP I+I)	15,432,239	15,362,845
Others	252,104	181,94
	107,799,112	143,982,786
Sonae SGPS		
Iberian Sports Retail Group (ISRG)	109,296,070	101,011,800
	109,296,070	101,011,800
Investment in associates companies	790,623,218	770,084,405

¹⁾ Company was acquired in February 2022

In the period ended on 30 June 2022, the change in the value of the proportion of equity in Armilar III Fund is essentially related to the distribution of capital made following the sale of a stake held by that fund.



9.2 Movements ocurred in the period

During the period ended at 30 June 2022, movements in investments in joint ventures and associates are as follows:

		30 Jun 2022			
Investments in joint ventures	Proportion on equity	Goodwill	Total investment		
Balance as at 1 January	654,215,783	90,349,898	744,565,681		
Transfer to subsidiaries	(2,573,908)	-	(2,573,908)		
Increases during the period	514,683	-	514,683		
Acquisitions during the period	8,874,228	-	8,874,228		
Effect in gains or losses in joint controlled	25,671,921	-	25,671,921		
Distributed dividends	(7,540,830)	-	(7,540,830)		
Effect in equity capital and non-controlling interests	3,881,581	-	3,881,581		
	683,043,458	90,349,898	773,393,356		

		30 Jun 2022				
Investments in associates companies	Proportion on equity	Goodwill	Total investment			
Initial balance as at 1 January	689,792,740	80,291,665	770,084,405			
Increases during the period	2,255,710	=	2,255,710			
Acquisitions during the period	1,714,741	-	1,714,741			
Capital reduction in associated companies	(34,549,365)	-	(34,549,365)			
Effect in gains or losses in associated companies	26,643,911	=	26,643,911			
Transfer to available for sale	(39,967)	-	(39,967)			
Distributed dividends	(8,045,860)	-	(8,045,860)			
Effect in equity capital and non-controlling interests	32,559,643	-	32,559,643			
	710,331,554	80,291,665	790,623,218			

The effect on equity and non-controlled interests results fundamentally from the exchange rate conversion effect of companies with a different functional currency than the euro.

10. Financial assets at fair value

10.1 Through profit or loss

The value of financial assets at fair value through profit and loss can be analysed as follows:

		Statment of finar	icial position
Company	Head Office	30 Jun 2022	31 Dec 2021
MC			
Insco - Insular de Hipermerc., SA	Ponta Delgada	4,748,744	4,748,744
Sportessence - Sport Retail, SA	Ponta Delgada	595,964	595,964
		5,344,708	5,344,708
Bright Pixel			
Arctic Wolf Networks, Inc	Delaware	80,873,346	74,168,202
Aryaka	Colorado	1,369,362	1,369,362
CellWize	Singapore	-	8,641,595
ciValue	Yokneam	-	1,977,741
Citcon	San Jose	4,842,995	4,414,600
Daisy Intelligence	Canadá	1,235,326	1,153,213
Experify	Delaware	1,251,563	-
Habit Analytics	Évora	790,804	790,804
Hackuity	France	3,000,000	-
Jscrambler	Porto	3,828,724	3,828,724
Mayan	Delaware, USA	4,813,698	-
Ometria, Ltd.	London	21,556,771	22,016,495
Portainer	Nova Zelândia	1,925,480	441,460
Codacy Group	Lisbon	8,000,005	-
Reblaze	St. Louis	2,647,535	2,428,030
Replai	Porto	1,800,887	1,800,887
Safebreach	Israel	14,518,911	13,315,160
Sales Layer	Valência	9,714,017	2,500,358
Sellforte	Finland	2,500,003	2,500,003
Sixgill Ltd	Israel	19,032,366	5,297,520
Taikai	Porto	1,836,895	1,836,895
ViSenze	Singapore	4,446,706	4,078,034
Weaveworks	San Francisco	4,813,699	4,414,599
Other financial assets		2,075,893	1,950,894
		196,874,987	158,924,575
Financial assets at fair value through profit or loss		202,219,695	164,269,283
• ,			,

¹⁾ Company was disposal in the period

10.2 Through other comprehensive income

The value of financial assets at fair value through other comprehensive income can be analysed as follows:

		Statment of finan	icial position
Company	Head Office	30 Jun 2022	31 Dec 2021
Sonae			
NOS SGPS, SA	Lisbon	176,158,499	129,580,000
		176,158,499	129,580,000
Bright Pixel			
Deepfence	Califórnia	2,406,850	2,207,300
Iriu sRisk	Saragoça	1,416,514	1,416,514
Nextail Labs, SL	Madrid	1,628,759	1,628,759
StyleSage, Inc.	Delaware	2,037,760	1,868,807
Other financial assets		617,677	877,473
		8,107,560	7,998,854
Financial assets at fair value through other comprehens	sive income	184,266,060	137,578,854

10.3 Movements occurred in the period

During the year ended at 30 June 2022 and 31 December 2021, movements in investments in joint ventures are as follows:

	30 Jun 2022	30 Jun 2021
Investments recorded at fair value through other comprehensive income and through profit or loss		
Fair value (net of impairment losses) as at 1 January	301,848,137	213,572,561
Acquisitions in the period	55,579,763	4,404,509
Disposals in the period	(10,794,631)	(23,425,424)
Increase/(decrease) in fair value through profit and loss	23,555,679	507,065
Increase/(decrease) in fair value through other comprehensive income	16,296,806	208,200
	386,485,755	195,266,911

In the period ended 30 June 2022, the caption 'Decreases during the period' includes the sale of Bright Pixel's entire share position in CiValue for the amount of 5.3 million euro, which generated a capital gain of 3.3 million of euro, the disposal of Cellwize for 22.7 million euros, which generated a capital gain of 13.9 million euro and the disposal of Beamy which generated a capital gain of 667 thousand euros.

11. Deferred taxes

Deferred tax assets and liabilities as at 30 June 2022 and 31 December 2021 may be described as follows considering the different natures of temporary differences:

	Deferred tax assets		Deferred tax	liabilities
-	30 Jun 2022	31 Dec 2021	30 Jun 2022	31 Dec 2021
Difference between fair value and acquisition cost	4,494,615	4,494,615	91,128,618	86,686,900
Temporary differences on property, plant and equipment and intangible assets	427,778	498,601	88,966,377	87,102,196
Temporary difference of negative goodwill and equity method	-	-	41,437,479	44,707,041
Provisions and impairment losses not accepted for tax purposes	16,499,184	16,928,014	-	_
Impairment of assets	-	-	639,053	639,053
Valuation of hedging derivatives	803,795	740,886	6,330,164	5,508,153
Amortisation of Goodwill for tax purposes in Spain	-	-	42,461,662	39,553,323
Tax losses carried forward	39,908,871	23,526,318	-	-
Reinvested capital gains/losses	-	-	102,608	113,833
Tax Benefits	38,140,890	39,762,334	-	-
Rights of use	260,834,798	263,770,237	225,782,471	230,277,839
Others	5,467,621	8,859,249	2,532,614	698,298
	366,577,552	358,580,253	499,381,046	495,286,636

As at 30 June 2022 and 31 December 2021, the tax rate to be used in Portuguese companies, for the calculation of the deferred tax assets relating to tax losses is 21%. The tax rate to be used to calculate deferred taxes in temporary differences in Portuguese companies is 22.5% increased by the state surcharge in companies in which the expected reversal of those deferred taxes will occur when those rates will be applicable. For companies or branches located in other countries, rates applicable in each jurisdiction were used.

12. Other investments

The detail of the other investments as of 30 June 2022 and 31 December 2021 is as follows:

	30 Jun 2022		31 Dec 20	021
	Non current	Non current Current		Current
Other investments:				
Fair value (net of impairment losses) as at 1 January	14,984,400	-	14,266,208	-
Acquisitions in the period	2,307,696	-	2,346,863	-
Disposals in the period	(688,914)	-	(950,516)	-
Transfers to available for sale	(191,309)	-	(128,614)	-
Discontinued operations	-	-	(549,541)	-
Fair value (net of impairment losses) as at 30 June	16,411,873	-	14,984,400	-
Derivative financial instruments				
Fair value as at 1 January	=	7,106,548	-	3,303,370
Increase/(decrease) in fair value	=	(5,046,160)	-	3,803,178
Fair value as at 30 June	-	2,060,388	_	7,106,548
Financial instruments others				
Fair value as at 1 January	=	483	-	483
Fair value as at 30 June	=	483	=	483
	16,411,873	2,060,870	14,984,400	7,107,031

13. Cash and cash equivalents

As at 30 June 2022 and 31 December 2021, Cash and cash equivalents are as follows:

	30 Jun 2022	31 Dec 2021
Cash and bank balances on the statement of financial position	424,365,589	825,063,052
Bank overdrafts (Note 16)	(1,617,744)	(2,373,001)
Cash and bank balances in the statement of cash flows	422,747,844	822,690,051

14. Assets and Liabilities classified as held for sale

As at 30 June 2022 the caption "Non-current assets held for sale" is detailed as follows:

- 21,107,879 euros resulting from the reclassification of the financial investment in MDS SGPS, SA, based on the agreement for the disposal of 50% to Ardonagh Services Limited, an entity wholly owned by The Ardonagh Group Limited;
- 726,029 euros relating to a Zeitreel property located in Spain.
- 52,684,748 euros resulting from the reclassification of the assets of Maxive and its subsidiaries in accordance with IFRS 5, pursuant to the agreement entered into with Thales Europe, S.A. for the sale of the entire share capital and voting rights of Maxive Cybersecurity, SGPS, S.A., announced on May 17 (Note 3).

The value of the item "Liabilities directly associated with assets classified as held for sale" as at 30 June 2022 refers exclusively to the reclassification of the liabilities of Maxive and its subsidiaries mentioned above.

15. Non-controlling interest

During the period ended 30 June 2022, the movement in non-controlling interests are detailed as follows:

	30 June 2022						
	MC	Worten	Sierra	Zeitreel	Bright Pixel	Others	Total
Opening balance as at 1 January 2022	265,712,374	921,827	220,767,055	(1,816,156)	118,529,358	61,486	604,175,944
Delivery and attribution of shares to employees due to the extinction of the obligation	(241,943)	-	-	-	-	-	(241,943)
Change in percentage of subsidiaries	-	-	(77,483,247)	-	(2,544,737)	-	(80,027,984)
Change in currency translation reserve	(768,151)		(389,791)		480	(13,709)	(1,171,171)
Participation in other comprehensive income (net of tax) related to joint ventures and associated companies included in consolidation by the equity method	-	-	3,270,279	-	375,575	-	3,645,854
Capital decrease	-	-	(6,586,800)	-	-	-	(6,586,800)
Changes in hedging reserves	1,623,359	-	132,173	-	-	179,461	1,934,993
Dividends distributed	(60,795,866)	-	(4,422,358)	-	(5,952,228)	-	(71,170,452)
Others	180,211	(0)	-	200,000	16,160	(169,734)	226,637
Profit for the period attributable to non controlling interest	15,525,920	(148,584)	6,563,917	87,810	4,328,670	(97,930)	26,259,801
Closing balance as at 30 June 2022	221,235,903	773,243	141,851,227	(1,528,346)	114,753,278	(40,426)	477,044,879

The item "Change in percentage of subsidiaries" refers to the acquisition of an additional 10% of Sierra share capital for 83.47 million euro, thus the Group now owns 90% of that subsidiary.

16. Loans

As at 30 June 2022 and 31 December 2021, loans are made up as follows:

	30 Jun 2	30 Jun 2022		2021
	Outstanding	amount	Outstanding amount	
	Current Non Current		Current	Non Current
Bank loans	292,097,334	926,204,285	226,101,339	780,726,925
Bonds	28,817,580	310,284,621	90,254,637	315,415,828
Other loans	298	(435)	813,618	1,217,654
Total loans	320,915,212	1,236,488,471	317,169,593	1,097,360,407

Bank Loans

	30 Jun 2022 Outstanding amount		31 Dec 2	2021
			Outstanding	amount
	Current	Non Current	Current	Non Current
Bank loans				
Sonae SGPS, SA - commercial paper	235,500,000	210,000,000	147,600,000	270,000,000
Sonae SGPS, SA 2016/2023	-	30,000,000	30,000,000	-
Sonae SGPS, SA 2020/2025	-	25,000,000	-	25,000,000
Sonae SGPS affiliated /2019/2026	-	50,000,000	-	50,000,000
MC Retail, SGPS, SA - commercial paper	-	285,901,608	-	105,950,402
MC affiliated /2014/2023	-	50,000,000	-	50,000,000
MC / 2018/2031	6,111,111	48,888,889	-	55,000,000
MC affiliated /2020/2025	-	55,000,000	-	55,000,000
MC affiliated /2021/2028	-	20,000,000	-	20,000,000
Sierra SGPS, SA - commercial paper	25,000,000	-	25,000,000	-
Sierra / 2018/2022	10,000,000	-	10,000,000	-
Sierra affiliated - commercial paper	-	6,000,000	-	-
Sierra affiliated /2016/2026	-	36,300,000	-	36,300,000
Sierra affiliated /2015/2023	5,200,000	105,300,000	5,200,000	107,900,000
Others	9,065,841	4,428,040	6,336,240	6,396,905
	290,876,952	926,818,537	224,136,240	781,547,307
Bank overdrafts (Note 13)	1,617,744	-	2,373,001	-
Up-front fees beard with the issuance of borrowings	(397,363)	(614,252)	(407,902)	(820,382)
Bank loans	292,097,334	926,204,285	226,101,339	780,726,925

Bonds and Other loans

	30 Jun 2022		31 Dec 2021		
	Outstanding	amount	Outstanding	amount	
	Current	Non Current	Current	Non Current	
Bonds					
Bonds ESG Sonae SGPS/ 2020/2025	4,000,000	12,000,000	8,000,000	12,000,000	
Bonds MC / December 2019/2024	-	30,000,000	-	30,000,000	
Bonds MC / April 2020/2027	-	95,000,000	-	95,000,000	
Bonds MC / July 2020/2025	-	-	50,000,000	-	
Bonds MC / July 2020/2025	-	-	22,500,000	-	
Bonds MC ESG / December 2021/2024	-	40,000,000	-	40,000,000	
Bonds MC ESG / December 2021/2026	-	60,000,000	-	60,000,000	
Bonds Sierra / 2018/2025	-	50,000,000	10,000,000	30,000,000	
Bonds Sierra / 2018/2023	-	25,000,000	-	25,000,000	
Bonds Sierra / 2018/2023	25,000,000	-	-	25,000,000	
Up-front fees beard with the issuance of borrowings	(182,420)	(1,715,379)	(245,363)	(1,584,172)	
Bonds	28,817,580	310,284,621	90,254,637	315,415,828	
Other loans	298	-	813,618	1,218,089	
Derivates	-	(435)	-	(435)	
Other loans	298	(435)	813,618	1,217,654	
Total loans	320,915,212	1,236,488,471	317,169,593	1,097,360,407	

It is estimated that the book value of all loans does not differ significantly from its fair value, determined based on discounted cash flows methodology.

The interest rate at 30 June 2022 on bond loans and bank loans averaged approximately 0.9% (1.01% at 31 December 2021). Most of the bond loans and variable-rate bank loans are indexed to Euribor.

The derivatives are recorded at fair value.

The loans face value, maturities and interests are as follows:

	30 Jun 2022	31 Dec 2021
N+1 a)	321,494,995	317,822,859
N+2	284,096,805	330,746,020
N+3	140,662,414	268,243,617
N+4	91,408,732	125,365,234
N+5	503,206,349	279,887,302
After N+5	219,444,238	95,523,224
	1,560,313,532	1,417,588,256

a) Includes amounts used from commercial paper programs when classified as current.

The maturities presented above were estimated according to the contractual clauses of the loans and considering Sonae's best expectation as to its amortization date.

As at 30 June 2022, there are financing operations with financial covenants whose conditions were negotiated in accordance with applicable market practices, and which at the date of this report are in regular compliance.

As at 30 June 2022, Sonae has, as detailed below, cash and bank balance equivalents in the amount of 424 million euros (825 million euros as at 31 December 2021) and available credit lines as follows:

	30 Jui	n 2022	31 Dec 2021		
	Commitments of less than one year	Commitments of more than one year	Commitments of less than one year	Commitments of more than one year	
Unused credit facilities					
MC	60,000,000	171,000,000	96,000,000	190,000,000	
Sierra	54,969,346	18,200,000	54,969,346	-	
Holding & Others	38,150,000	248,260,383	75,150,000	160,240,452	
	153,119,346	437,460,383	226,119,346	350,240,452	
Agreed credit facilities					
MC	60,000,000	451,000,000	96,000,000	290,000,000	
Sierra	60,969,346	18,200,000	54,969,346	=	
Holding & Others	114,650,000	472,150,000	171,400,000	315,900,000	
	235,619,346	941,350,000	322,369,346	605,900,000	

17. Provisions and impairment losses

Movements in "Provisions and impairment losses" during the period ended 30 June 2022 are as follows:

Caption	Balance as at 01 Jan 2022	Increase	Decrease	Discontinued operations	Changes in the scope of consolidation	Balance as at 30 Jun 2022
Accumulated impairment losses on investments	4,546,271	=	(4,256,522)	(11,419)	1,379,330	1,657,660
Impairment losses on property, plant and equipment (Note 5)	120,517,257	1,856,714	(6,939,790)	-	-	115,434,181
Impairment losses on intangible assets (Note 6)	34,966,077	27,300	(117,397)	-	-	34,875,980
Accumulated impairment losses on non-current assets	=	-	(18,000)	-	18,000	-
Accumulated impairment losses on non-current assets held for sale	51,375	-	-	-	-	51,375
Accumulated impairment losses on other current debtors	27,982,415	1,481,569	(4,087,062)	(292,859)	=	25,084,063
Non - current provisions	21,476,976	2,296,598	(2,342,207)	(347,867)	-	21,083,501
Current provisions	4,170,266	1,131,447	(1,479,276)	-	126,183	3,948,620
	213,710,637	6,793,628	(19,240,254)	(652,145)	1,523,513	202,135,380

The change in the caption "Impairment losses on tangible fixed assets" results mostly from the sale of properties for which impairment had been recognized. The "Changes in the scope of consolidation" reflects the impact of the liquidation of Losan Tekstil Urun.V E Dis Ticaret, L.S. that occurs in early 2022.

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

18. Other Income

The breakdown of other income for the periods ending 30 June 2022 and 2021 is as follows:

	30 Jun 2022	30 Jun 2021 Restated	
Supplementary income	21,703,767	21,750,435	
Prompt payment discounts obtained	13,436,757	13,458,713	
Foreign currency exchange gains	24,191,506	9,101,590	
Own work capitalised	11,858,221	8,570,904	
Rent discounts relating to pandemic impact	-	4,165,565	
Gains on sales of assets	838,215	3,177,205	
Insurance claims	8,025,176	1,471,631	
Subsidies	1,287,291	931,221	
Others	5,812,902	3,442,506	
	87.153.835	66.069.770	

19. Net financial Expenses

As at 30 June 2022 and 2021, net financial expenses are as follows:

	30 Jun 2022	30 Jun 2021 Restated
Expenses		
Interest payable		
related with bank loans and overdrafts	(5,647,029)	(7,083,456)
related with non convertible bonds	(2,294,839)	(4,333,378)
related with operational leases	(36,304,536)	(37,363,603)
others	(881,818)	(1,008,417)
	(45,128,222)	(49,788,854)
Foreign exchange losses	(49,461,262)	(18,143,305)
Up front fees and commissions related to loans	(3,062,226)	(2,971,604)
Others	(1,271,848)	(1,205,248)
	(98,923,558)	(72,109,011)
Income		
Interest receivable		
related with bank deposits	31,429	5,883
others	2,942,018	1,620,327
	2,973,447	1,626,210
Foreign exchange gains	47,736,083	18,082,914
Other financial income	4,872,573	55,493
	55,582,103	19,764,617
Net Financial Expenses	(43,341,455)	(52,344,394)

20. Related parties

Balances and transactions with related entities can be detailed as follows:

	Parent C	Parent Company		ntly controlled companies		Associated companies		Other related parties	
	30 Jun 2022	30 Jun 2021	30 Jun 2022	30 Jun 2021	30 Jun 2022	30 Jun 2021	30 Jun 2022	30 Jun 2021	
Sales & Services rendered	156,238	151,384	8,026,550	6,432,224	28,991,133	46,019,141	31,378,195	26,018,292	
Other income	-	-	1,070,591	1,131,192	122,847	1,513,871	2,784,109	2,677,872	
COGS and materials consumed	-	-	161,542,787	141,733,123	42	-	1,181,687	979,749	
External supplies and services and other expenses	240,591	126	8,862,692	8,379,104	2,273,597	2,287,448	4,288,752	5,130,481	
Financial income	-	-	263,006	236,895	199,589	242,241	86,582	-	
Financial expense	-	-	63,084	57,686	3,146,197	3,248,102	642	56,357	
	396,829	151,510	179,828,710	157,970,224	34,733,405	53,310,803	39,719,967	34,862,751	

	Parent Company		Jointly control	olled companies Assoc		companies	Other rela	ted parties
	30 Jun 2022	31 Dec 2021	30 Jun 2022	31 Dec 2021	30 Jun 2022	31 Dec 2021	30 Jun 2022	31 Dec 2021
Other non-current assets	-	-	9,899,728	1,627,900	7,618,534	9,888,743	1,837,545	1,178,067
Trade receivables	31,016	30,797	1,898,972	2,928,730	6,252,021	6,594,780	15,705,714	17,263,704
Other assets	84,842	8,270	9,120,382	6,186,738	7,706,724	4,551,254	2,070,498	1,279,971
Trade payables	-	-	65,029,054	69,605,733	1,630,745	1,793,596	2,144,425	988,412
Other liabilities	218,791	-	1,765,385	3,889,536	7,167,247	2,870,278	1,569,895	2,197,036
	334,649	39,067	87,713,521	84,238,637	30,375,271	25,698,651	23,328,077	22,907,190

The related parties include subsidiaries and jointly controlled companies or associated companies of Sonae Sierra SGPS, SA, ZOPT SGPS, SA, Sonae Indústria, SGPS, S.A. and Sonae Capital, SGPS, SA, as well as other shareholders of subsidiaries or jointly controlled companies by Sonae, and other subsidiaries of the parent company Efanor Investimentos, SGPS, S.E..

21. Earnings per share

Earnings per share for the periods ended 30 June 2022 and 2021 were calculated taking into consideration the following amounts:

_	30 Jun 2022		30 Jun Resta Note	ted
	Continuing Operations	Descontinuing Operations	Continuing Operations	Descontinuing Operations
Net profit				
Net profit taken into consideration to calculate basic earnings per share (consolidated profit for the period)	119,402,031	(1,346,694)	63,858,365	(1,429,306)
Net profit taken into consideration to calculate diluted earnings per share	119,402,031	(1,346,694)	63,858,365	(1,429,306)
Number of shares				
Weighted average number of shares used to calculate basic earnings per share	1,916,922,421	1,916,922,421	1,908,434,638	1,908,434,638
Effect of dilutive potential ordinary shares from convertible bonds	-	-	128,667,482	128,667,482
Outstanding shares related with share based payments	10,608,333	10,608,333	6,919,305	6,919,305
Shares related to performance bonus that can be bought at market price	(3,682,898)	(3,682,898)	(1,514,559)	(1,514,559)
Weighted average number of shares used to calculate diluted earnings per share	1,923,847,856	1,923,847,856	2,042,506,866	2,042,506,866
Earnings per share				
Basic	0.062288	(0.000703)	0.033461	(0.000749)
Diluted	0.062064	(0.000700)	0.031265	(0.000700)

22. Cash payments of investments

Cash payments related to investments of the period can be detailed as follows:

Payments	30 Jun 2022	30 Jun 2021
Acquisition of SONAE SIERRA SGPS (Nota 4)	83,470,598	82,159,275
Acquisition of Nova Centralidade Soc. de Desenv. Imobiliário, SA	8,130,600	-
Supplementary Payments of Codacy	8,000,005	-
Acquisition of Mayan	4,752,398	-
Acquisition of Sixgill	4,222,262	-
Incorporation and and capital increase of North Tower BV	3,192,762	-
Acquisition of Hackuity	3,000,000	-
Acquisition of Sales Layer	2,555,120	
Acquisition of Douro Riverside Hotel, S.A.	1,794,568	-
Acquisition of FIIPDP	1,779,902	816,871
Acquisition of Portainer.io	1,398,993	415,144
Acquisition of acções Experif	1,135,272	-
Acquisition of ZAASK	405,000	2,808,247
Acquisition of Sellforte	-	2,500,003
Acquisition of 25% and earnout of Elergone	-	1,500,000
Others	31,680,454	3,281,825
	155,517,933	93,481,365

23. Presentation of consolidated income statements

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

The Indirect Income includes the contribution of Sierra, net of taxes that result from: (i) valuation of investment properties; (ii) gains (losses) with the sale of financial investments, joint ventures or associates; (iii) impairment losses relating to non-current assets (including Goodwill) and (iv) provisions for assets at risk. Additionally and with regard to the portfolio of Sonae, it includes: (i) impairment of real estate assets for retail, (ii) decreases in Goodwill, (iii) negative Goodwill (net of taxes) related to acquisitions in the

financial year, (iv) provisions (net of tax) for possible future liabilities, and impairments related to noncore investments, businesses and discontinued assets (or to be discontinued / repositioned), (v) valuation results based on the methodology "mark-to-market" of other current investments that will be sold or traded in the near future and (vi) other irrelevant issues

The value of EBITDA, Underlying EBITDA and EBIT are calculated in the direct income component, i.e. excluding the indirect contributions.

The reconciliation between the two presentation formats for the consolidated income statement for the periods ended 30 June 2022 and 2021 can be summarized as follows:

		30 Jun 2022			30 Jun 2021 Restated Note 3	
	Consolidated	Indirect Income	Direct Income	Consolidated	Indirect income	Direct income
Turnover	3,447,394,462	-	3,447,394,462	3,194,545,614	-	3,194,545,614
Value created on investment properties	2,770,868	2,770,868		(2,133,040)	(2,133,040)	
Investment income						
Dividends and others adjustments	12,288,549	11,988,060	300,489	10,764,000	10,564,000	200,000
Others	(236,166)	-	(236,166)	(1,138,728)	(2,157,541)	1,018,813
Others income	07450005	(000,000)	07.040.405	00000770		00000770
Others	87,153,835	(688,660)	87,842,495	66,069,772	- 070 440	66,069,772
Total income	3,549,371,548	14,070,268	3,535,301,280	3,268,107,618	6,273,419	3,261,834,199
Total expenses	(3,294,487,678)	(528,696)	(3,293,958,981)	(3,025,817,407)	69,895	(3,025,887,302)
Depreciation and amortisation	(173,253,568)	-	(173,253,568)	(164,630,226)	-	(164,630,226)
Impairments of inventories	-	-	-	(4,500,000)	-	(4,500,000)
Gains and Losses on property, plant and	(920,183)	-	(920,183)	(1,504,547)	-	(1,504,547)
equipment and intangible assets Provisions for warranty extensions	(550,013)	(550,013)		(386,605)	(386,605)	
Reversals of impairment losses	3,975,074	-	3,975,074	4,062,783	-	4,062,783
Reversals of provisions for warranty extensions	545,504	545,504	-	314,850	314,850	-
Others	(2,517,012)	-	(2,517,014)	(16,741,632)	1,860	(16,743,492)
Profit/(Loss) before financial results and results of joint ventures and associates and non-recurrent items	82,163,672	13,537,063	68,626,608	58,904,835	6,273,419	52,631,416
Non-recurrent items	15,996,360	-	15,996,360	10,161,348	-	10,161,348
Gains and losses on investments recorded at fair value through results	41,297,761	23,555,678	17,742,083	13,511,813	3,377,828	10,133,985
Financial profit/(loss)	(43,341,455)	-	(43,341,455)	(52,344,394)	-	(52,344,394)
Share of results of joint ventures and associated undertakings						
Associates and joint ventures of Sonae Sierra	27,465,537	8,113,108	19,352,430	(1,561,683)	(12,412,759)	10,851,076
Armilar Venture Funds	(2,354,353)	(2,354,353)	-	23,637,514	23,637,514	0
ZOPT	18,518,475	-	18,518,475	17,599,433	-	17,599,433
Others	8,678,917	-	8,678,917	3,944,358	-	3,944,358
Profit/(Loss) before income tax	148,424,914	42,851,495	105,573,417	73,853,223	20,876,002	52,977,221
Income Tax	(2,031,705)	(3,599,641)	1,567,936	(4,771,357)	(6,002,934)	1,231,577
Profit/(Loss) from continued operations	146,393,209	39,251,854	107,141,354	69,081,866	14,873,068	54,208,798
Profit/(Loss) from discontinued operations	(2,078,071)	-	(2,078,071)	245,461	-	245,461
Profit/(Loss) for the period	144,315,138	39,251,854	105,063,283	69,327,327	14,873,068	54,454,259
Attributable to equity holders of Sonae	118,055,337	41,013,837	77,041,500	62,429,059	12,027,798	50,401,260
Non-controlling interests	26,259,801	(1,761,983)	28,021,784	6,898,268	2,845,270	4,052,999
Underlying EBITDA (b)	-	_	258,783,893	-	_	245,880,883
EBITDA (a)	-	-	319,252,003	-	_	288,682,558
EBIT (c)	-	-	146,536,314	-	-	105,367,076

⁽a) EBITDA = total direct income - total direct expenses - reversal of direct impairment losses + share of results in joint ventures and associated undertakings (Sierra direct results, ZOPT and other participated) + provisions for extensions of guarantee + unusual results

- (b) Underlying EBITDA = EBITDA effect of the equity method non-recurrent results;
- (c) EBIT = EBT financial results dividends;

24. Subsequent events

There were no relevant events identified that occur between the date of the consolidated financial statements and the date of their approval.

25. Approval of financial statements

The financial statements were approved by the Board of Directors in a meeting held on 27 July 2022.

The Board of Directors,

Duarte Paulo Teixeira de Azevedo

Ângelo Gabriel Ribeirinho dos Santos Paupério

José Manuel Neves Adelino

Margaret Lorraine Trainer

Marcelo Faria de Lima

Carlos António Rocha Moreira da Silva

Fuencisla Clemares

Philippe Cyriel Elodie Haspeslagh

Maria Cláudia Teixeira de Azevedo

João Pedro Magalhães da Silva Torres Dolores

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This document may contain forward-looking information and statements, based on management's current expectations or beliefs. Forward-looking statements are statements that should not 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.

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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 SON PL