Toyota Caetano Portugal, S.A.

Interim Report
June 2014

- Consolidated Accounts -

Corporate Bodies

Board of the General Shareholder's Meeting

José Lourenço Abreu Teixeira – Chairman
Manuel Fernando Monteiro da Silva – Vice Chairman
Jorge Manuel Coutinho Franco da Quinta – 1st Secretary
Maria Olívia Almeida Madureira – 2nd Secretary

Board of Directors

José Reis da Silva Ramos - Chairman
Maria Angelina Martins Caetano Ramos - Member
Salvador Acácio Martins Caetano - Member
Miguel Pedro Caetano Ramos – Member
Takeshi Numa – Member
Daniele Schillaci – Member
Rui Manuel Machado de Noronha Mendes - Member
Yoichi Sato – Alternate Member

Audit Board

José Domingos da Silva Fernandes - Chairman
Alberto Luis Lema Mandim – Member
Akito Takami – Member
Maria Lívia Fernandes Alves – Alternate Member
Takao Gonno - Alternate Member

Chartered Accountant

José Pereira Alves and José Miguel Dantas Maio Marques representing PricewaterhouseCoopers & Associados - Sociedade de Revisores Oficiais de Contas, Lda.
António Joaquim Brochado Correia - Alternate Member

REPORT

INTRODUCTION

The following interim report was prepared in accordance with the provisions laid down in article 246 (1-b) of Código dos Valores Mobiliários (Portuguese Securities Code) and contains an indication of the significant facts occurred within the period and the corresponding impact on the financial statement for each of the Companies belonging to the consolidation perimeter of Toyota Caetano Portugal.

Although in brief, the main expectations for the 2nd half-year of the ongoing financial year are also shown.

TOYOTA CAETANO PORTUGAL, S.A.

INDUSTRIAL ACTIVITY

OVAR PLANT

The first half-year was marked by an increase in production. Toyota business produced 761 units, corresponding to a 24% growth against the same period in 2013. The export market registered a 25% growth compared to the 1st half of 2013, and the Home market had a 24.2% growth.
To face this increase in production the company had to resort to overtime work during May and June, under the Bank of Hours' Agreement signed with the employees on previous financial years.
In turn, the activity of preparation of vehicles for delivery (PPO/PDI) registered a 7% decrease against the same period on the previous year.

Production	2014 (Jan-Jun)	2013	2012	2011	2010
Toyota Physical Units	761	1,111	1,381	2,025	2,553
Converted Physical Units	1,252	2,339	2,174	4,274	6,316
Total Employees	170	181	190	214	297

It should be mentioned that Toyota Motor Europe audited us regarding the 'Facilities Assessment' (Assessment of Critical Equipment Management)
Still in May, APCER audited our Quality and Environment Management systems (ISO 9001:2008 and ISO 14001:2012).

In the meanwhile and as an estimate of the activity to be developed for the 2nd half of the current financial year, over 900 Toyota physical units and about 1,000 conversions are expected to be assembled, thus achieving levels of productive occupation which will enable a significant improve in income for this plant.

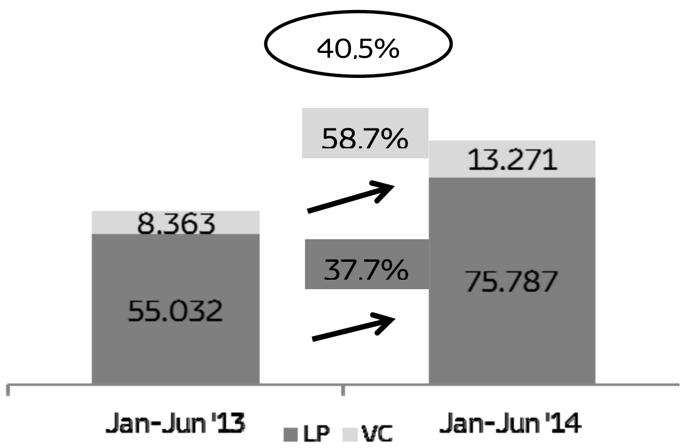
COMMERCIAL ACTIVITY

VEHICLES

TOTAL MARKET

The 1st half of 2014 showed a strong recovery, with total market growing about 41%, totalling 89.058 units.

This recovery is based on the positive development of both passenger and commercial vehicles, which show a 37.7% and 58.7% growth, respectively.

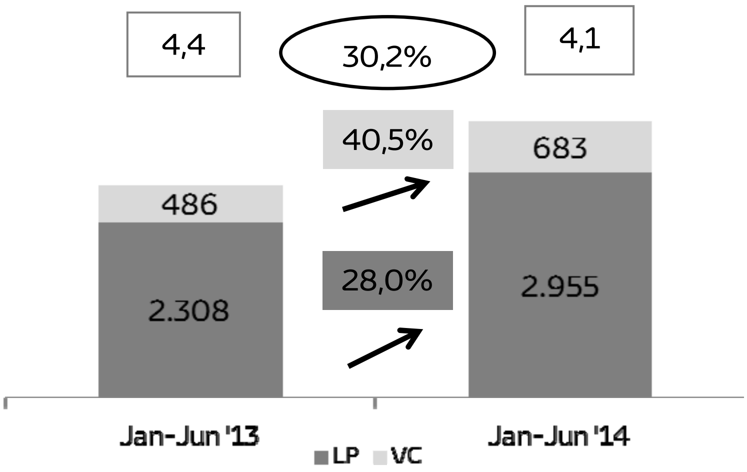


Source: ACAP

TOYOTA

On the first half of the year, Toyota registered total sales of 3.638 units, representing a growth of 30.2% when compared to the same period of the previous year.

These figures result in a total market share of 4.1% for the first half of the year.



Source: ACAP

In view of the still uncertain macroeconomic environment and with the automotive market in deep growth, the make's performance in the first half of the year is explained by the following factors:

- For **Passenger Vehicles**, Toyota registers a growth of 28%, with a market share of 3.9% (-0.3 p.p. compared to 2013).

This evolution is sustained by the strong growth in Auris and Corolla models, as well as by the sale of hybrid vehicles. The decrease in market share is mainly due to the fact that our competitors' sales have grown based on the Rent-A-Car business (which we do not follow). and the growth of the premium market.

- For **Commercial Vehicles**, Toyota registers a growth of about 41%, with a market share of 5.1% (-0.7 p.p. compared to 2013).

The drop in market share is explained mainly by the growth in Combos segment, where Toyota is not present (representing about 50% of light and commercial vehicles' market)

Highlight should be given to the good performance of Hilux and Dyna models which rank 1st on the sales ranking for Pickup and Chassis Cabin segments, with market shares of 28%.

For the second half of the year, the outlook is favourable due to the launch of new products, which we see as core products:

- Aygo (new generation);
- Yaris (restlyling).

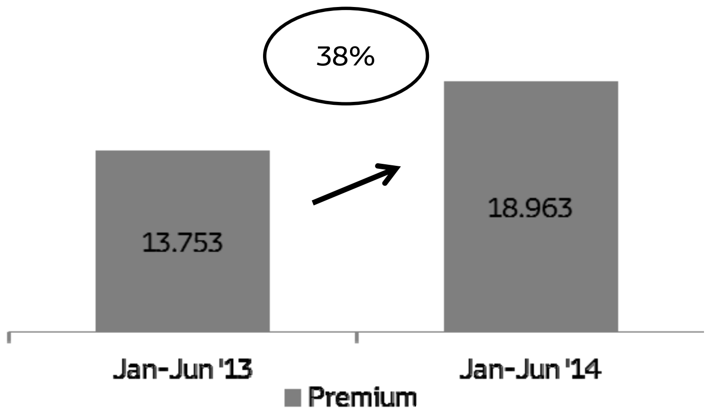
Premium Market

The development of the premium market on the first half of 2014 was quite positive. This market segment showed a significant growth of 38%, in line with the growth registered in the passenger vehicles total market.

This implies keeping the premium market weight on about 25% for the total passenger vehicles market. This performance is explained by the following:

- Expanding the offer of premium makes to new segments and engines (hybrid and electric);

- Commercial aggressiveness of the main premium makes.



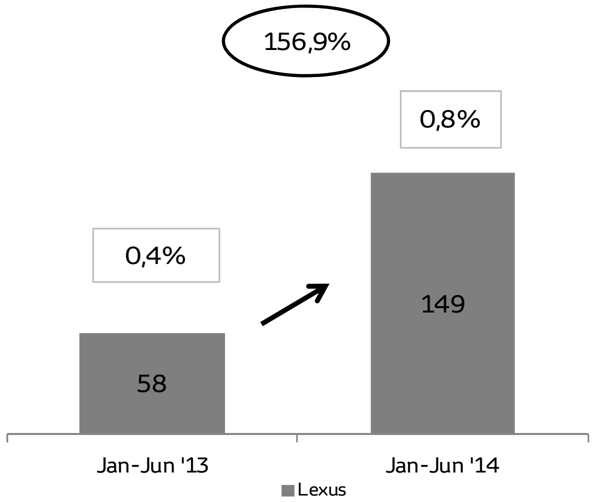
Source: ACAP

LEXUS

With a quite superior behaviour to the one registered by the market, Lexus shows a 157% growth compared to 2013, enabling to reach a market share of 0.8% for the premium market (+0.4 p.p. when compared to the same period in 2013).

This performance is explained by the growth in commercial competitiveness, sustained by progressively renewing the make's range of hybrid models, mainly with the launch of the new CT 200h, IS 300h and GS 300h.

For the second half of the year, a even more favourable development is expected for the make's sales performance due to the launch of a new model: the new SUV Lexus NX 300h.



Source: ACAP

INDUSTRIAL MACHINES

Toyota Industrial Equipment

	LHM MARKET			TOYOTA + BT SALES				
	1st Half-year		Variation	1st Half-year '13		1st Half-year '14		Variation
	'13	'14	%	Qty	Share	Qty	Share	%
Counterbalanced Forklifts	362	505	39.5%	56	15.5%	165	32.7%	194.6%
Warehouse Equipment	515	627	21.7%	166	32.2%	150	23.9%	-9.6%
TOTAL LHM	877	1132	29.1%	222	25.3%	315	27.8%	41.9%

Source: ACAP

Market

The 1st half of 2014 seems to confirm the recovery of the economic activity. The national market of load handling machines (LHM) has behaved, at global level, in a positive way, registering a 29.1% growth compared to the same period in 2013.
This variation was unified in a 39.5% growth of the counterbalanced segments and in a 21.7% growth of the warehouse equipment, respectively.

Toyota + BT Sales

At a global level, Toyota / BT sales grew by 41.9%, above the market, enabling to keep and strengthen Toyota + BT leadership with a market share of 27.8%.

In what concerns Toyota Counterbalanced Forklifts, in the first 6 months of the year 165 units were sold, standing for a sales growth of 194.6% and an accumulated market share of 32.7%. This means that industrial activity is showing a better performance and allows for some fleet renewals, which have been delayed for the last couple of years.

Regarding BT Warehouse Equipment, sales volume decreased by 16 units compared to the same period in 2013, with this fact not being relevant and representing some sale stability within this segment. It keeps a 23.9% share accumulated to June.

PARTS

GLOBAL SALES

Thousand Euros

Product	Sales 1st Half-year 2013	Sales 1st Half-year 2014	Var. % 2014/2013
Parts/Accessories/Merchandising	**17,139**	**16,184**	**-5.60%**
Extracare/Total Assistance Services	**326**	**329**	**0.90%**
Total	**17,465**	**16,513**	**-5.50%**

After Sales Division turnover for the first half of 2014 was 16 million Euros, resulting from parts, accessories and merchandising. The amount represents a 5.6% decrease compared to the first half of 2013.

Regarding invoicing for Extracare and Total Assistance services, a growth of 0.9% was registered compared to the first half of 2013.

However, we would like to emphasise that the global behaviour of after sales area for the period under review was more positive than the expected, in view of the drop in ‘assistable’ vehicle registered within the past few of years.

Despite the recovery in vehicle sales registered on the first half of 2014, other factors as the reduction and ageing of car fleet and the reduction in vehicles' average mileage, are adverse to the development of the automotive branch's After Sales.

In a context where the automotive market is especially touched, TCAP kept its commitment to boost programmes, which contradict the results of this unfavourable economic environment.

We highlight some of the measures taken, towards making After Sales business more dynamic.

- This year, the 3-year/45,000Km maintenance contract was kept for purchases of Auris, Verso and the new generation of Corolla models.
- The Client Retention Campaign - '5+ Plan' -. was continued. This campaign had already been in place in the previous year, with special prices for oil and filter changes and other offers.

- Updating of notices. On service notices, the client is informed about the price of the following maintenance, and is informed of customised services and accessories' suggestions for each vehicle. Proactive contacts for scheduling services are also carried out.
- New service for on-line booking for Toyota clients. This is another client retention tool, providing Toyota clients with new communication facilities.
- Provision of new tools within the portal, which enable proactive contact between the dealer and the client.
- Provision of 'Maintenance Contracts' for 1.6 Verso model.
- Continuous follow-up and incentive to the sale of 'business opportunity' products.
- Continuous disclosure of the tire business included in specific campaigns, as for example the Big Team.
- 'Active Reception' project is in the implementation phase within Toyota dealers.

CAETANO AUTO, S.A.

2014 is seen as the year in which national automotive market begins its recovery and Caetano Auto operation follows this trend. This enables to register improvements already in the 1st half of 2014 compared to the same period in the previous year.

Turnover for this 1st half-year is thus over 78 million Euros against 69 million for the previous year. In turn, between new and used vehicles, Caetano Auto sold in this first half of the year 4,056 units against 3,455 in the same period in the previous year (17.4% more).

In what concerns costs, the careful management of all Company costs and despite the growth registered in sales, enabled to even register reductions in costs compared to the previous year, as was the case for External Supplies and Services which were reduced in more than 4% when compared to the 1st half in 2013.

As for depreciation and amortisation, they continue to represent more than 1 million Euros, against assets held, mainly real estate, having a significant influence on income obtained.

Caetano Auto thus registered for the 1st half of 2014, in individual terms, a negative income before taxes of about 378 thousand Euros, against 483 thousand Euros, also negative, reached in the same period in 2013.

Finally, a note for the fact that the amounts indicated herein as pertaining to the previous year concern the sum of the amounts obtained individually by the companies Caetano Auto, Auto Partner, Caetano Colisão (Norte), Caetano Retail (Norte) II SGPS and Cais B, all merged with Caetano Auto as at 30 December 2013, with effects from 1 January , 2013.

CAETANO AUTO CABO VERDE, S.A.

Introduction

Activity indicators provided by Instituto Nacional de Estatística (Statistics Institute) in Cape Verde, point out to a slowdown in private consumption throughout the past few months, as well as in investment, resulting from the decrease in goods imports.

The drop in private consumption is mainly noted at the level of durable consumer goods. For imports of investment goods reduction is felt in capital goods and transport equipment, with direct impact on the main business of this Company.

In addition, one of the relevant and significant facts for the companies' business was the restriction of access to credit imposed by Banco de Cabo Verde (Cape Verde Bank). The increase in proportion of bad debts within total loans granted to private consumers meant the measures adopted by Banco de Cabo Verde towards preserving the financial soundness of the commercial banks.

All of these factors decisively contributed to the reduction in performance obtained in this first half of 2014.

However, by means of strict management measures and a well-planned internal restructuring, it was possible not only to overcome the above-mentioned constraints but also to promote some increase in the commercial activity, which was determinant for the Company's economic and financial balance.

COMMERCIAL ACTIVITY

VEHICLES

MARKET	MAKE	2014 1st Half-year	2013 1st Half-year	Variation Qty
Light Passenger Vehicles	Toyota	37	10	27
	Daihatsu	0	3	-3
Light Commercial Vehicles	Toyota	45	48	-3
Heavy Commercial Vehicles	Toyota	46	32	14
		128	93	35

The models having a more significant impact on the positive difference were the following:
Hiace (+17 Units), followed by Yaris (+9 Units) and Rav 4 (+8 Units).
It should also be noted the improvement which was possible to obtain in gross commercialisation margins, both because of better price negotiations with the suppliers and the intrinsic quality of the products which sustained some adjustments of the final price for the consumer.

After Sales

MARKET	2014 1st Half-year	2013 1st Half-year	Variation Qty
Parts/Accessories	71,343,573	73,965,751	-2,622,178
Workshop (Labour)	11,412,137	15,764,945	-4,352,808
	82,755,710	89,730,696	-6,974,986

(Amounts in EVC)

At the level of After Sales, an increase in sales for mechanics of 2.5% and a decrease for collision of 19.5% were registered. Towards fighting the negative deviation in collision, a Protocol for granting a courtesy vehicle was signed with the Insurance Company Garantia, right after the estimate cost of repair becomes final.

The global reduction registered in after sales is also greatly due to the units in operation, which lowered significantly with the drop in sales of new units registered within the past few years. By lowering the 'assistable' vehicles, the after sales business will suffer in the medium term. This is why, in our understanding, this area will take longer to recover from the crisis in Cape Verde.

CAETANO RENTING, S.A.

The first half-year ended with a Turnover of more than 1.5 million Euros, representing a reduction of about 11.8%, when compared to the same period in the previous year.
This reduction is due to the fact that there was a decrease in the total fleet of the company. Currently, the company fleet consists of 1,226 units, i.e., 11.35% less compared to the first half of last year.
In June 210 units were acquired for RACs segment, the impact of which in Turnover will only have effects in the next half of the year.

We have good perspectives for the second half of the year, as the sale of about 560 RAC's vehicles is expected. This sale will give rise to significant gains, which will contribute in a positive way to the company's final income.

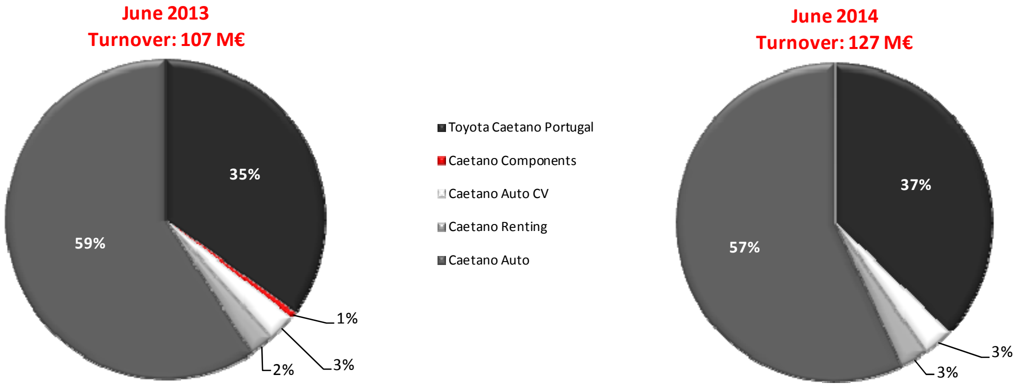
FINANCIAL ACTIVITY

Consolidated analysis

During the second quarter of 2014, there were no changes in the Toyota Caetano Portugal's Group of companies and so, by this date, and compared to the previous year, the perimeter variation is restricted to the one disclosed when submitting information for this year's first quarter, namely the exit of the Movicargo company, a corporation which reported no operational activity, and still the dissolution of Caetano Components.

As the Group Toyota Caetano Portugal is mainly focused on the automotive sector, the positive performance of this market, which grew about 41% in the first half of the year, maximised the increase of the Group's activity. So, one reached a consolidated turnover of approximately 127 million euros, representing an increase of 19% when compared to the same period of 2013, with all subsidiaries contributing positively to the value achieved, even though their relative weight presents a slight contraction of Caetano Auto as opposite to a greater preponderance of the parent company.

This situation finds its main justification in the excellent performance of sales and after sale services of forklifts that, with a turnover of approximately 5.5 million euros, grow 72% over the value achieved in the same period of 2013.



The effective increase in activity reported in the semester under review was not accompanied by the maintenance of the gross margin, having recorded a reduction in about 3 percentage points over the same period of 2013, even though the drop may be justified by the change of product mix traded, particularly with the increase in car sales. Consequently, it was possible to obtain a consolidated EBITDA of around 8.6 million euros (6.8% of turnover), higher than that obtained in 2013 in approximately 1.4 million euros.

The behaviour of cost factors, taking into account the growth of turnover, was positive, with special focus on reducing the heading External Supplies and Services, in about 1.2 million euros.

The consolidated operating profit of 2.9 million euros show a marked improvement when compared to the value assessed in 2013, which stood close to the breakeven point. This aggregate includes charges with amortizations and depreciations of 5.7 million euros, lower than those reported in previous years and result of some divestment in tangible fixed assets.

With a net debt of 27 million euros, the Group generated a negative financial result of 586 thousand euros, 42% lower than in 2013, in which it incorporated a negative financial result of 1 million euros, with a net debt of 22 million euros. In face of the increased debt, directly related to the increased activity, the positive evolution of the heading Financial Results was possible thanks to the negotiating capacity with financial providers with a view to obtaining a better funding price, as well as the effective management of more attractive funding lines.

Thus, the Group closed the first half of 2014 with a profit before tax of about 2.3 million euros, while in 2013, within the same period, it incurred in losses of 644 thousand euros, the result of a general improvement in the activity and lower financial costs borne.

The degree of financial autonomy of 58% continues to evidence of the stability of the capital structure.

By way of summary, below is a panel of aggregates capable of identifying the Group Toyota Caetano Portugal's steering of evolution, having as currency unit the thousands of euros.

	Jun '13	Jun '14	Change
Turnover	107.467	127.349	*18,5%*
Gross Profits	25.747	26.924	*4,6%*
% (f) Sales	*24,0%*	*21,1%*	
External Supplies and Services	17.008	15.835	*-6,9%*
% (f) Sales	*15,8%*	*12,4%*	
Payroll Expenses	18.275	18.988	*3,9%*
% (f) sales	*17,0%*	*14,9%*	
E.B.I.T.D.A.	7.162	8.601	*20,1%*
% (f) sales	*6,7%*	*6,8%*	
Operational Income	366	2.851	*679,2%*
% (f) Sales	*0,3%*	*2,2%*	
Financial Results	-1.010	-586	*42,0%*
% (f) Sales	*-0,9%*	*-0,5%*	
Gross Cash Flow	6.242	7.294	*16,8%*
% (f) sales	*5,8%*	*5,7%*	
Consolidated Net profit	-998	1.806	*280,9%*
% (f) sales	*-0,9%*	*1,4%*	
Net Financial Debt	21.753	26.888	*23,6%*
Degree of Financial Autonomy	61,5%	58,2%	

RISK MANAGEMENT

Loans and advances to clients

Credit risk at Toyota Caetano, mostly results from loans on its Clients, related to operating activity.

The main objective of credit risk management at Toyota Caetano is to ensure effective collection of operating receivables from Clients in accordance with the negotiated terms and conditions.
In order to mitigate the credit risk arising from potential default of payment by Clients, the Group companies exposed to this type of risk have:
- Established a specific department for analysis and follow-up of Credit Risk;
- Implemented proactive credit management processes and procedures, always supported by information systems;

- Hedge mechanisms (credit insurances, letters of credit, etc).

Interest Rate Risk

As a result of the significant proportion of variable rate debt in its Consolidated Balance Sheet, and of the consequent interest payment cash flows, Toyota Caetano is exposed to interest rate risk.
Toyota Caetano has been making use of financial derivatives to hedge, at least partially, its exposure to changes in interest rates.

Exchange Rate Risk

As a geographically diverse Group, with subsidiaries in Cape Verde, exchange rate risk result essentially from business transactions, arising from the purchase and sale of goods and services in currencies other than the functional currency of each business.

The exchange rate risk management policy seeks to minimise volatility in investments and operations stated in foreign currency, by making the Group's income less sensitive to exchange rate fluctuations. The Group's foreign exchange risk management policy is towards case-by-case appreciation of the opportunity to cover this risk, taking particularly into account the specific circumstances of the currencies and countries in question.

Toyota Caetano has been making use of financial derivatives to hedge, at least partially, its exposure to changes in exchange rates.

Liquidity Risk

Liquidity risk management at Toyota Caetano seeks to ensure that the company has the capacity to obtain the timely funding required to carry out its business activities, implement its strategy and meet its payment obligations when due, while avoiding the need to obtain such funding on unfavourable terms.
To this end, liquidity management in the Group includes the following:
a) Consistent financial planning based on forecasts of operating cash flows in accordance with different time horizons (weekly, monthly, annual and multi-annual);

b) Diversification of funding sources;
c) Diversification of maturities of issued debt in order to avoid too excessive concentration for debt payment on short periods of time;
d) Using partner Banks to open up short-term credit lines, commercial paper programmes and other types of financial operations, to ensure a balance between adequate levels of liquidity and commitment fees incurred.

Subsequent Events

Since the end of 1st semester 2014 and up to current date, no relevant facts occurred worth of being mentioned.

STATEMENT

Pursuant to article 246 (1-c) of the Código de Valores Mobiliários (Portuguese Securities Code) we state that, to the best of our knowledge, Toyota Caetano Portugal consolidated financial statements, for the 1st half of 2014, were prepared in compliance with the applicable accounting standards, giving a true and fair view of the company's assets and liabilities, financial position and income and that the interim management report faithfully describes the information required under article 246 (2) of CVM.

Vila Nova de Gaia, 28 August 2014

The Board of Directors

José Reis da Silva Ramos - Chairman
Maria Angelina Martins Caetano Ramos
Salvador Acácio Martins Caetano
Miguel Pedro Caetano Ramos
Takeshi Numa
Daniele Schillaci
Rui Manuel Machado de Noronha Mendes

INFORMATION ON THE SHAREHOLDING AND TRANSACTIONS OF THE BOARD OF DIRECTORS AND AUDIT BODIES OF TOYOTA CAETANO PORTUGAL, S.A.

(Under the provisions laid down in article 447 of Código das Sociedades Comerciais (Portuguese Securities Code) and according to article 9 (b) and article 14 (7), both from Regulation 5/2008 of CMVM)

BOARD OF DIRECTORS

JOSÉ REIS DA SILVA RAMOS (Chairman of the Board of Directors): Has no shares or obligations. GRUPO SALVADOR CAETANO, SGPS, S.A., in which he is a Member of the Board of Directors, had no transactions, and so as at 30 June 2014, he held 21,288,281 shares, each one with the nominal value of one Euro. FUNDAÇÃO SALVADOR CAETANO, in which he is Chairman of the Board of Directors, had no transactions, and so as at 30 June 2014, he held 138,832 shares, each one with the nominal value of one Euro. COVIM - Sociedade Agrícola, Silvícola e Imobiliária , S.A., in which his spouse is Chairman of the Board of Directors, had no transactions, and so as at 30 June 2014, he held 393,252 shares, each one with the nominal value of one Euro. COCIGA - Construções Civis de Gaia, S.A., in which his spouse is Chairman of the Board of Directors, had no transactions, and so as at 30 June 2014, he held 290 shares, each one with the nominal value of one Euro.

MARIA ANGELINA MARTINS CAETANO RAMOS (Member of the Board of Directors): Has no shares or obligations. GRUPO SALVADOR CAETANO, SGPS, S.A., in which she is Vice-President of the Board of Directors, had no transactions, and so as at 30 June 2014, she held 21,288,281 shares, each one with the nominal value of one Euro.
FUNDAÇÃO SALVADOR CAETANO, in which her spouse is Chairman of the Board of Directors, had no transactions, and so as at 30 June 2014, she held 138,832 shares, each one with the nominal value of one Euro. COVIM - Sociedade Agrícola, Silvícola e Imobiliária , S.A., in which she is Chairman of the Board of Directors, had no transactions, and so as at 30 June 2014, she held 393,252 shares, each one with the nominal value of one Euro. COCIGA - Construções Civis de Gaia, S.A., in which she is Chairman of the Board of Directors, had no transactions, and so as at 30 June 2014, she held 290 shares, each one with the nominal value of one Euro.

SALVADOR ACÁCIO MARTINS CAETANO (Member of the Board of Directors): Has no shares or obligations. GRUPO SALVADOR CAETANO, SGPS, S.A., in which he is Chairman of the Board of Directors, had no transactions, and so as at 30 June 2014, he held 21,288,281 shares, each one with the nominal value of one Euro. FUNDAÇÃO SALVADOR CAETANO, in which he is a Member of the Board of Directors, had no transactions, and so as at 30 June 2014, he held 138,832 shares, each one with the nominal value of one Euro. COCIGA - Construções Civis de Gaia, S.A., in which he is a Member of the Board of Directors, had no transactions, and so as at 30 June 2014, he held 290 shares, each one with the nominal value of one Euro.

MIGUEL PEDRO CAETANO RAMOS (Member of the Board of Directors): Has no shares or obligations. GRUPO SALVADOR CAETANO, SGPS, S.A., in which he is a Member of the Board of Directors, had no transactions, and so as at 30 June 2014, he held 21,288,281 shares, each one with the nominal value of one Euro.

TAKESHI NUMA (Member of the Board of Directors): Has no shares or obligations.

DANIELE SCHILLACI (Member of the Board of Directors): Has no shares or obligations.

RUI MANUEL MACHADO DE NORONHA MENDES (Member of the Board of Directors): Has no shares or obligations. FUNDAÇÃO SALVADOR CAETANO, in which he is a Member of the Board of Directors, had no transactions, and so as at 30 June 2014, he held 138,832 shares, each one with the nominal value of one Euro.

YOICHO SATO (Alternate Member of the Board of Directors): - Has no shares or obligations.

AUDIT BOARD

José Domingos da Silva Fernandes - Has no shares or obligations.

Akito Takami - Has no shares or obligations.

Alberto Luis Lema Mandim - Has no shares or obligations.

Maria Lívia Fernandes Alves (Alternate Member of the Audit Board) - Has no shares or obligations.

Takao Gonno (Alternate Member of the Audit Board) - Has no shares or obligations.

CHARTERED ACCOUNTANT:

PricewaterhouseCoopers & Associados - Sociedade de Revisores Oficiais de Contas, Lda., represented by José Pereira Alves, or by José Miguel Dantas Maio Marques - Has no shares or obligations.

INFORMATION ON THE SHAREHOLDING OF TOYOTA CAETANO PORTUGAL, S.A. SHAREHOLDERS (UNDER ARTICLE 448 OF C.S.C.)

SHAREHOLDING HIGHER THAN ONE TENTH OF THE CAPITAL

SHAREHOLDERS	Shares Held As at 31.12.2013	Shares Acquired As at 2014	Shares Sold As at 2014	Shares Held As at 30.06.2014
TOYOTA MOTOR EUROPE NV/SA	9,450,000	--	--	9,450,000

SHAREHOLDING HIGHER THAN HALF OF THE CAPITAL

SHAREHOLDERS	Shares Held As at 31.12.2013	Shares Acquired As at 2014	Shares Sold As at 2014	Shares Held As at 30.06.2014
GRUPO SALVADOR CAETANO, SGPS, SA	21,288,281	--	--	21,288,281

LIST OF QUALIFIED SHAREHOLDING HIGHER THAN 2% OF THE SHARE CAPITAL

SHAREHOLDER	Shares	% of voting rights
GRUPO SALVADOR CAETANO - SGPS, SA	21,288,281	60.824
TOYOTA MOTOR EUROPE NV/SA	9,450,000	27.000
SALVADOR FERNANDES CAETANO (HEIRS OF)	1,399,255	3.998

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2014 AND 31 DECEMBER 2013

ASSETS	Notes	30-06-2014	31-12-2013
NON-CURRENT ASSETS			
Goodwill	7	611.997	611.997
Intangible Assets	8	510.735	584.075
Tangible Fixed Assets	5	80.277.024	74.570.014
Investment properties	6	16.696.796	16.502.727
Available for sale Investments	9	3.380.035	3.341.376
Deferred tax	14	2.554.495	2.871.892
Accounts Receivable	11	531.917	521.364
Total non-current assets		104.562.999	99.003.445
CURRENT ASSETS			
Inventories	10	49.204.947	43.293.137
Accounts Receivable	11	52.301.609	44.361.619
Other Credits	12	6.394.252	6.486.025
Public Entities	20	1.923.520	7
Other Current Assets	13	2.408.622	1.325.550
Cash and cash equivalents	4	8.640.515	7.676.781
Total current assets		120.873.465	103.143.119
Total assets		225.436.464	202.146.564
SHAREHOLDERS' EQUITY & LIABILITIES			
EQUITY			
Share capital	15	35.000.000	35.000.000
Legal Reserve	15	7.498.903	7.498.903
Revaluation reserves	15	6.195.184	6.195.184
Translation reserves	15	(1.695.238)	(1.695.238)
Fair value reserves	15	299.352	260.693
Other Reserve		80.495.016	80.429.549
Net Income		1.811.382	60.656
		129.604.599	127.749.747
Non-controlled Interests	16	1.639.507	1.646.250
Total equity		131.244.106	129.395.997
LIABILITIES:			
NON-CURRENT LIABILITIES			
Loans	17	14.117.487	13.135.539
Provisions	23	310.712	323.424
Deferred tax	14	2.089.843	2.089.843
Total non-current liabilities		16.518.042	15.548.806
CURRENT LIABILITIES			
Loans	17	21.410.879	13.586.846
Accounts Payable	18	30.464.290	22.792.534
Other Creditors	19	1.168.183	1.619.969
Public Entities	20	7.068.825	5.067.123
Other current liabilities	21	17.398.465	14.015.767
Derivative financial instruments	24	163.674	119.522
Total current liabilities		77.674.316	57.201.761
Total liabilities	5	94.192.358	72.750.567
Total liabilities and shareholder' equity		225.436.464	202.146.564

The notes to the financial statements integrates this statement for the period ending at 30 June 2014.

CHARTERED ACCOUNTANT
ALEXANDRA MARIA PACHECO GAMA JUNQUEIRA

BOARD OF DIRECTORS
JOSÉ REIS DA SILVA RAMOS – President
MARIA ANGELINA MARTINS CAETANO RAMOS
SALVADOR ACÁCIO MARTINS CAETANO
MIGUEL PEDRO CAETANO RAMOS
TAKESHI NUMA
DANIELE SCHILLACI
RUI MANUEL MACHADO DE NORONHA MENDES

CONSOLIDATED INCOME STATEMENT

FOR THE PERIOD ENDED AT 30 JUNE 2014 AND 2013

	Notes	30-06-2014	01-04 a 30-06-2014 (Non Audit)	30-06-2013	01-04 a 30-06-2013 (Non Audit)
Operational Income:					
Sales	26	118.070.724	65.131.908	98.691.430	53.840.273
Service Rendered	26	9.278.335	4.646.257	8.775.797	4.423.208
Other Operating Income	29	16.255.041	8.762.962	16.841.971	8.177.714
Variation of Products	10	1.687.497	1.014.949	705.030	389.812
		145.291.597	79.556.076	125.014.228	66.831.007
Operational Costs:					
Cost of sales	10	(100.425.033)	(57.527.536)	(81.720.169)	(45.087.454)
External Supplies and Services	27	(15.834.608)	(7.011.744)	(17.008.440)	(8.871.378)
Payroll Expenses	28	(18.987.907)	(9.850.159)	(18.274.762)	(9.359.203)
Depreciations and Amortizations	5, 6 and 8	(5.749.675)	(3.022.034)	(6.796.289)	(3.472.422)
Provisions and Impairment loss	23	(493.389)	(192.203)	126.539	160.725
Other Operating expenses	29	(949.695)	(512.768)	(975.160)	(421.261)
		(142.440.307)	(78.116.444)	(124.648.281)	(67.050.993)
Operational Income		2.851.290	1.439.632	365.947	(219.986)
Finance costs	30	(698.463)	(365.349)	(1.499.913)	(679.115)
Finance Income	30	112.649	53.540	489.981	244.696
Profit before taxation from continuing operations		2.265.476	1.127.823	(643.985)	(654.405)
Income tax for the year	25	(459.308)	(29.333)	(354.199)	(127.776)
Net profit for the period		1.806.168	1.098.490	(998.184)	(782.181)
Net profit for the period attributable to:					
Equity holders of the parent		1.811.382	1.090.340	(923.092)	(712.260)
Non-controlled interest		(5.214)	8.150	(75.092)	(69.921)
		1.806.168	1.098.490	(998.184)	(782.181)
Earnings per share:					
Basic	36	**0,052**	**0,031**	**-0,029**	**-0,022**
Diluted	36	**0,052**	**0,031**	**-0,029**	**-0,022**

The notes to the financial statements integrates this statement for the period ending at 30 June 2014 .

CHARTERED ACCOUNTANT
ALEXANDRA MARIA PACHECO GAMA JUNQUEIRA

BOARD OF DIRECTORS
JOSÉ REIS DA SILVA RAMOS – President
MARIA ANGELINA MARTINS CAETANO RAMOS
SALVADOR ACÁCIO MARTINS CAETANO
MIGUEL PEDRO CAETANO RAMOS
TAKESHI NUMA
DANIELE SCHILLACI
RUI MANUEL MACHADO DE NORONHA MENDE

EQUITY MOVEMENTS IN CONSOLIDATED STATEMENT

FOR THE PERIOD ENDED AT 30 JUNE 2014 AND 2013

(Amounts expressed in Euros)

	Share capital	Legal Reserves	Reavaluation Reserves	Translation reserves	Fair value reserves	Other Reserve	Total reserves	Net profit	Total	Non-controlled Interests	Total
Balances at 31 of December 2012	**35.000.000**	**7.498.903**	**6.195.184**	**(1.695.238)**	**102.455**	**84.174.774**	**96.276.078**	**(2.853.034)**	**128.423.044**	**812.346**	**129.235.390**
Changes in the period:											
Application of the Consolidated Net Income 2012	-	-	-	-	-	(2.853.034)	(2.853.034)	2.853.034	-	-	-
Available for sale Investments fair value changes	-	-	-	-	78.713	-	78.713	-	78.713	-	78.713
Others	-	-	-	-	-	2.330	2.330	-	2.330	(3.387)	(1.057)
Subtotal	-	-	-	-	-	(2.850.704)	(2.850.704)	2.853.034	2.330	(3.387)	(1.057)
Consolidated net profit for the period								(923.092)	(923.092)	(75.092)	(998.184)
Consolidated comprehensive income	-	-	-	-	78.713	-	78.713	(923.092)	(844.379)	(75.092)	(919.471)
Balances at 30 of June 2013	**35.000.000**	**7.498.903**	**6.195.184**	**(1.695.238)**	**181.168**	**81.324.070**	**93.504.087**	**(923.092)**	**127.580.995**	**733.867**	**128.314.862**
Balances at 31 of December 2013	**35.000.000**	**7.498.903**	**6.195.184**	**(1.695.238)**	**260.693**	**80.429.549**	**92.689.091**	**60.656**	**127.749.747**	**1.646.250**	**129.395.997**
Changes in the period:											
Application of the Consolidated Net Income 2013	-	-	-	-	-	60.656	60.656	(60.656)	-	-	-
Available for sale Investments fair value changes	-	-	-	-	38.659	-	38.659	-	38.659	-	38.659
Others	-	-	-	-	-	4.811	4.811	-	4.811	(1.529)	3.282
Subtotal	-	-	-	-	-	65.467	65.467	(60.656)	4.811	(1.529)	3.282
Consolidated net profit for the period	-	-	-	-	-	-	-	1.811.382	1.811.382	(5.214)	1.806.168
Consolidated comprehensive income	-	-	-	-	38.659	-	38.659	1.811.382	1.850.041	(5.214)	1.844.827
Balances at 30 of June 2014	**35.000.000**	**7.498.903**	**6.195.184**	**(1.695.238)**	**299.352**	**80.495.016**	**92.793.217**	**1.811.382**	**129.604.599**	**1.639.507**	**131.244.106**

The notes to the financial statements integrates this statement for the period ending at 30 June 2014 .

CHARTERED ACCOUNTANT
ALEXANDRA MARIA PACHECO GAMA JUNQUEIRA

BOARD OF DIRECTORS
JOSÉ REIS DA SILVA RAMOS – President
MARIA ANGELINA MARTINS CAETANO RAMOS
SALVADOR ACÁCIO MARTINS CAETANO
MIGUEL PEDRO CAETANO RAMOS
TAKESHI NUMA
DANIELE SCHILLACI
RUI MANUEL MACHADO DE NORONHA MENDES

CONSOLIDATED STATEMENT OF THE COMPREHENSIVE INCOME

FOR THE PERIOD ENDING AT 30 JUNE 2014 AND 2013

(Amounts expressed in Euros)

	IAS/IFRS 30-06-2014	IAS/IFRS 30-06-2013
Consolidated net profit for the period, including non-controlled interest	1.806.168	(998.184)
Components of other consolidated comprehensive income, net of tax, that could be recycled by profit and loss:		
Available for sale Investments fair value changes	38.659	78.713
Consolidated comprehensive income	1.844.827	(919.471)
Atributable to:		
Equity holders of the parent company	1.850.041	(844.379)
Non-controlled interest	(5.214)	(75.092)

The notes to the consolidated financial statments integrates this statement for the period ending at 30 June 2014.

CHARTERED ACCONTANT
ALEXANDRA MARIA PACHECO GAMA JUNQUEIRA

BOARD OF DIRECTORS
JOSÉ REIS DA SILVA RAMOS – President
MARIA ANGELINA MARTINS CAETANO RAMOS
SALVADOR ACÁCIO MARTINS CAETANO
MIGUEL PEDRO CAETANO RAMOS
TAKESHI NUMA
DANIELE SCHILLACI
RUI MANUEL MACHADO DE NORONHA MENDES

STATEMENT OF CONSOLIDATED CASH FLOWS

(Euros)

OPERATING ACTIVITIES	Jun'14		Jun'13	
Collections from Customers	118.023.325		120.111.772	
Payments to Suppliers	(112.480.616)		(88.680.875)	
Payments to Personnel	(16.634.313)		(15.282.519)	
Operating Flow		**(11.091.604)**		**16.148.378**
Payments of Income Tax		(321.304)		(680.273)
Other Collections/Payments Related to Operating Activities		7.402.022		(1.703.594)
Flow in Operating Activities		**(4.010.886)**		**13.764.511**

INVESTING ACTIVITIES

Collections from:				
Investments	408.453		-	
Tangible Fixed Assets	1.731.188		4.320.490	
Subsidies	4.074		9.972	
Interest and Others	46.460		66.723	
Dividends	-	2.190.175	-	4.397.185
Payments to:				
Tangible Fixed Assets	(2.051.638)		(3.169.013)	
Intangible Fixed Assets	(14.811)	(2.066.449)	(5.000)	(3.174.013)
Flow in Investing Activities		**123.726**		**1.223.172**

FINANCING ACTIVITIES

Collections from:				
Loan	7.672.678	7.672.678	16.437	16.437
Payments to:				
Loan	(1.466.409)		(12.293.909)	
Lease Down Payments	(512.642)		(2.247.188)	
Interest and Others	(773.439)		(1.562.422)	
Dividends	(6.240)	(2.758.730)	(7.558)	(16.111.077)
Flow in Financing Activities		**4.913.948**		**(16.094.640)**

CASH

Cash and Cash Equivalents at Beginning of Period (Note 4)	7.676.781	7.507.699
Changes in perimeter (Note 5)	63.054	-
Cash and Cash Equivalents at End of Period (Note 4)	8.640.515	6.400.742
Net Flow in Cash Equivalents	**1.026.788**	**(1.106.957)**

ADMINISTRATIVE MANAGER
ALEXANDRA MARIA PACHECO GAMA JUNQUEIRA

BOARD OF DIRECTORS
JOSÉ REIS DA SILVA RAMOS – President
MARIA ANGELINA MARTINS CAETANO RAMOS
SALVADOR ACÁCIO MARTINS CAETANO
MIGUEL PEDRO CAETANO RAMOS
TAKESHI NUMA
DANIELE SCHILLACI
RUI MANUEL MACHADO DE NORONHA MEND

NOTES TO STATEMENT OF CASH FLOWS

Detail of cash and cash equivalents:

(Euros)

ITEMS	30-06-2014	30-06-2013
Money	115.781	152.577
Bank Deposits at Immediate Disposal	8.524.158	6.246.191
Cash Equivalents	576	1.974
Cash and Cash Equivalents	8.640.515	6.400.742
AVAILABILITIES AS IN BALANCE SHEET	**8.640.515**	**6.400.742**

ADMINISTRATIVE MANAGER
ALEXANDRA MARIA PACHECO GAMA JUNQUEIRA

BOARD OF DIRECTORS
JOSÉ REIS DA SILVA RAMOS – President
MARIA ANGELINA MARTINS CAETANO RAMOS
SALVADOR ACÁCIO MARTINS CAETANO
MIGUEL PEDRO CAETANO RAMOS
TAKESHI NUMA
DANIELE SCHILLACI
RUI MANUEL MACHADO DE NORONHA MENDES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2014

(Amounts in Euros)

1. INTRODUCTION

Toyota Caetano Portugal, S.A. (“Toyota Caetano” or “Company”) was incorporated in 1946, has its headquarters in Vila Nova de Gaia, and is the Parent Company of a Group of companies (“Toyota Caetano Group” or “Group”), which mainly develop economic activities included in the automotive sector, namely the import, assembly and commercialization of vehicles, bus and coach industry, sale and rental of industrial equipment forklifts, sale of vehicles parts, as well as the corresponding technical assistance.

Toyota Caetano Group develops its activity mainly in Portugal and Cape Verde.

Toyota Caetano shares are listed in Euronext Lisbon since October 1987.

As of June 30, 2014, the companies included in Toyota Caetano Group, their headquarters and the abbreviations used, are mentioned in Note 3.

The attached financial statements are stated in Euros (rounding by unit), as this is the functional currency used in the economic environment where the Group operates. Foreign operations and transactions are included in the consolidated financial statements in accordance with the policy described in Note 2.3.

2. MAIN ACCOUNTING POLICIES

2.1 BASIS OF PRESENTATION

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

These interim financial statements, prepared in accordance with the above mentioned framework, do not include all the required information to be included in the annual consolidated financial statements. Therefore, they should be read along with the consolidated financial statements as of December 31, 2013.

Comparative information regarding December 31, 2013, included in consolidated financial statements was audited.

The accompanying consolidated financial statements have been prepared on a going concern basis and under the historical cost convention, except for some financial instruments which are stated at fair value, from the books and accounting records of the companies included in consolidation (Note 3).

The following standards, interpretations, amendments and revisions endorsed by the European Union and mandatory in the fiscal years beginning on or after January 1, 2014, were adopted by the first time in this period:

a) Standards and interpretations that became effective as of 1 January 2014:

(i) Standards:

- **IAS 32** (amendment) ‘Offsetting Financial Assets and Financial Liabilities’. This amendment is part of the IASB offsetting project which clarifies the meaning of “currently has a legally enforceable right to set-off”, and clarifies that some gross settlement systems (clearing houses) may be equivalent to net settlement. This amendment had no impact in the financial statements of the entity.

- **IAS 36** (amendment) ‘Recoverable amount disclosure for Non-financial assets’. This standard addresses the disclosure of information about the recoverable amount of impaired assets when based on fair value less cost to sell model. This amendment had no impact in the financial statements of the entity.

- **IAS 39** (amendment) ‘Novation of derivatives and continuation of hedge accounting’. This amendment allow hedge accounting to continue in a situation where a derivative designated as a hedging instrument, is novated to effect clearing with a central counterparty as a result of laws and regulation, if specific conditions are met. This amendment had no impact in the financial statements of the entity.

- **Amendment to IFRS 10, 12 and IAS 27**,’Investment entities’. This amendment defines an investment entity and introduces an exception from consolidation under IFRS 10, for the investment entities that qualify, for which all investments in subsidiaries are required to be measured at fair value through profit and loss under IAS 39. Specific disclosures requirements are included in IFRS 12. This amendment had no impact in the financial statements of the entity.

- **IFRS 10** (new), 'Consolidated financial statements'. IFRS 10 replaces all the guidance on control and consolidation in IAS 27 and SIC 12, changing the definition of control and the criteria applied to determine control. The core principal that a consolidated entity presents a parent and its subsidiaries as a single entity remain unchanged. This amendment had no impact in the financial statements of the entity.

- **IFRS 11** (new), 'Joint arrangements'. IFRS 11, focus on the rights and obligations of the joint arrangements rather than its legal form. Joint arrangements can be joint operations (rights to the assets and obligations) or joint ventures (rights to net assets, applying equity method).Proportional consolidation of joint venture is no longer allowed. This amendment had no impact in the financial statements of the entity.

- **IFRS 12** (new), 'Disclosure of interest in other entities' (to be applied in EU at the latest in the annual periods beginning on or after 1 January 2014). This standard sets out the required disclosures for all types of interests in other entities, such as: subsidiaries, joint arrangements, associates and structured entities, to allow the evaluation of the nature, risks and financial effects associated with entity's interests. This amendment had no impact in the financial statements of the entity.

- **Amendment to IFRS 10, IFRS 11 and IFRS 12**, 'Transition guidance'. This amendment clarifies that, when from the adoption of IFRS 10 results a different accounting treatment from IAS 27/SIC12 application, the comparatives must be adjusted to only the preceding comparative period, being the differences calculated recognised as at the beginning of the comparative period, in equity. The IFRS 11 amendment refers to the obligation of impairment testing over the financial investment, which results from the proportional consolidation elimination. Specific disclosures requirements are included in IFRS 12. This amendment had no impact in the financial statements of the entity.

- **IAS 27** (revised 2011), 'Separate financial statements'. IAS 27 was revised after the issuance of IFRS 10 and contains the accounting and disclosure requirements for investments in subsidiaries, joint ventures and associates when the entity prepares separate financial statements. This amendment had no impact in the financial statements of the entity.

- **IAS 28** (revised 2011),'Investments in associates and joint ventures'. IAS 28 was revised after the issuance of IFRS 11 and prescribes the accounting for investments in associates and joint ventures, and sets out the requirements for the application of equity method. This amendment had no impact in the financial statements of the entity.

b) New standards and changes to existing standards, which though are already published, its application is only mandatory for annual periods beginning from July 1, 2014 or at a later date:

(i) Standards:

- **IAS 19** (amendment), 'Defined benefit plans – Employee contributions' (effective for annual periods beginning on or after 1 July 2014). This amendment is still subject to endorsement by European Union. This amendment apply to contributions from employees or third parties to defined benefit plans and aims to simplify the accounting when contributions are independent of the number of years of service.

- **IAS 16 and IAS 38** (amendment), 'Calculation of acceptable methods of depreciation and amortisation' (effective for annual periods beginning on or after 1 January 2016). This amendment is still subject to endorsement by the European Union. This amendment clarifies that the use of revenue-based methods to calculate the depreciation / amortization of an asset is generally presumed to be an inappropriate basis for measuring the consumption of the economic benefits embodied in an asset. It shall be applied prospectively.

- **IAS 16 and IAS 41** (amendment), 'Agriculture: bearer plants' (effective for annual periods beginning on or after 1 January 2016). This amendment is still subject to endorsement by European Union. This amendment defines the concept of a bearer and removes it from the scope of IAS 41 – Agriculture, to the scope of IAS 16 – Property, plant and equipment, with the consequential impact on measurement. However, the produce growing on bearer plants will remain within the scope of IAS 41 - Agriculture.

- **IFRS 11** (amendment), 'Accounting for the acquisitions of interests in joint operations (effective for annual periods beginning on or after 1 January 2016). This amendment is still subject to endorsement by European Union. This amendment adds new guidance on how to account for the acquisition of an interest in a joint operation that constitutes a business, being applied the principles of IFRS 3 – Business combinations.

- **Annual Improvement 2010 - 2012**, (generally effective for annual periods beginning on or after 1 July 2014). These improvements are still subject to endorsement by European Union. The 2010-2012 annual improvements affects: IFRS 2, IFRS 3, IFRS 8, IFRS 13, IAS 16, IAS 24 and IAS 38.

- **Annual Improvement 2011 - 2013**, (generally effective for annual periods beginning on or after 1 July 2014). These improvements are still subject to endorsement by European Union. The 2011-2013 annual improvements affects: IFRS 1, IFRS 3, IFRS 13 and IAS 40. The Entity will apply 2011-2013 annual improvements in the period it becomes effective, except for IFRS 1 because the Entity already reports under IFRS.

- **IFRS 9** (new), 'Financial instruments - classification and measurement' (effective for annual periods beginning on or after 1 January 2018). This standard is still subject to endorsement by European Union. IFRS 9 refers to the first part of financial instruments new standard and comprises two measurement categories: amortised cost and fair value. All equity instruments are measured at fair value. Financial instrument are measured at amortised cost only if the entity is holding it to collect contractual cash flows and the cash flows represent principal and interest. Otherwise financial instruments are measured at fair value through profit and loss.

- **IFRS 9** (amendment), 'Financial instruments – hedge accounting" (effective for annual periods beginning on or after 1 January 2018). This amendment is still subject to endorsement by European Union. This amendment is the third phase of IFRS 9 and reflects a substantial overhaul of the hedge accounting rules of IAS 39, removing the quantitative assessment of hedge effectiveness, allowing more items to be eligible as hedged items and permitting the deferral of certain impacts of hedging instruments in Other comprehensive Income. This amendment objective is to better reflect the risk management practices.

- **IFRS 14** (new), 'Regulatory deferral accounts' (effective for annual periods beginning on or after 1 January 2016). This standard is still subject to endorsement by European Union. This standard permits first–time adopters to continue to recognise amounts related to rate regulation in accordance with their previous GAAP requirements when they adopt IFRS. However, to enhance comparability with entities that already apply IFRS and do not recognise regulatory assets / liabilities, the referred amounts must be presented separately in the financial statements.

- **IFRS 15** (new), 'Revenue from contracts with customers' (effective for annual periods beginning on or after 1 January 2017). This standard is still subject to endorsement by European Union. This new standard, applies only to contracts with customers to provide goods or services, and requires an entity to recognise revenue when the contractual obligation to deliver the goods or services is satisfied and by the amount that reflects the consideration the entity is expected to be entitled to, following a five step approach.

(ii) Interpretations:

- **IFRIC 21** (new), 'Levies' (effective for annual periods beginning on or after 17 June 2014). Interpretation to IAS 37 and the recognition of a liability, clarifying that the obligation event that gives rise to a liability to pay a levy is the activity described in the relevant legislation that triggers the payment

2.2 CONSOLIDATION PRINCIPLES AND MAIN MEASUREMENTS METHODS

The accompanying financial statements were prepared in accordance with the accounting policies disclosed in the notes to the consolidated financial statements as of June 30, 2014.

FINANCIAL RISK MANAGEMENT POLICIES

The Group's activity is exposed to a variety of financial risks, such as market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk. These risks arise from the unpredictability of financial markets that affect the capacity of projected cash flows and profits subject to a perspective of long term ongoing. Management seeks to minimise potential adverse effects that derive from that uncertainty in its financial performance.

The financial risks management is controlled by Toyota Caetano financial department, according to the policies established by the Group Board of Directors. The Board of Directors has established the main principles of global risk management as well as specific policies for some areas, as interest rate risk and credit risk. As mentioned above, these principles and policies are properly described in the notes to the consolidated financial statements as of December 31, 2013.

In this context, we presented below some risk indicators as of June 30, 2014, considered particularly relevant:

1. Foreign currency risk

The Group operates internationally and has a subsidiary operating in Cape Verde. The group selects a functional currency for each subsidiary (Cape Verde Escudo, for the subsidiary Caetano Auto CV, S.A.), corresponding to the currency of the economical environment and the ones that better represents its cash flows composition. Foreign currency risk arises mainly from future commercial transactions, as a result of purchases and sales of products and services in a different currency than the functional currency used by each Company.

Foreign currency risk management policies seek to minimize the volatility of investments and transactions made in foreign currencies, aiming to reduce Group's results impact to changes in foreign exchange rates. The Group uses derivative instruments (currency forwards), as the management of foreign currency risk.

The Group foreign currency risk management hedge policies are decided casuistically, considering the foreign currency and country specific circumstances (as at June 30, 2014 and December 31, 2013 and June 30, 2013, this situation is not applicable to any of the Group Subsidiaries).

Foreign currency risk related to the foreign subsidiaries financial statements translation, also named translation risk, presents the impact on net equity of the Holding Company, due to the translation of foreign subsidiaries financial statements.

Foreign subsidiaries assets and liabilities are translated into Euros using the exchange rates at statement of financial position date, and gains and losses in the income statement are translated into Euros using the average exchange rate of the year. Resulting exchange differences are recorded in equity caption "Translation reserves".

The Group's assets and liabilities amounts (expressed in Euros) recorded in a different currency from Euro at June 30, 2014 and December 31, 2013 and June 30, 2013 can be summarized as follows:

	Assets			Liabilities		
	Jun-14	Dec-13	Jun-13	Jun-14	Dec-13	Jun-13
Cabo Verde Escudo (CVE)	6.435.087	6.675.943	6.812.021	680.975	946.903	1.000.163
Great Britain pounds (GBP)	237.229	348.887	192.976	-	545	-
Swedish kronor (SEK)	19.932	40.849	101.618	-	2.176	-
Japanese yen (JPY)	-	-	-	135.863	161.573	211.891
US Dollar (USD)	201	-	10.542	-	9.258	-
Norwegian kroner (NOK)	-	80.142	1.227	-	-	-
Danish kroner (DKK)	248.249	188.709	51.313	-	-	-

(Amounts in Euros)

The sensitivity of the Group to foreign exchange rate changes can be summarized as follows (increases/decreases):

		Jun-14		Dec-13	
	Variation	Net Income	Equity	Net Income	Equity
Great Britain pounds (GBP)	5%	11.861	-	17.417	-
Swedish kronor (SEK)	5%	997	-	1.934	-
Japanese yen (JPY)	5%	(6.793)	-	(8.079)	-
US Dollar (USD)	5%	10	-	(463)	-
Norwegian kroner (NOK)	5%	-	-	4.007	-
Danish kroner (DKK)	5%	12.412	-	9.435	-

Concerning the sensitivity of variations in the exchange rate of the Cape Verde Escudo (CVE), the Group does not have associated currency risk, because the exchange rate defined does not change.

ii) Price risk

The group is exposed to the changing in raw material's prices used on production processes, namely auto parts. However, considering that the acquisition of those raw materials is not in accordance with a price quoted on an exchange market or formed on a volatile market, the price risk is not considered as being significant.

During 2014 and 2013, the Group has been exposed to the risk of variation of 'available for sale assets' prices. At June 30, 2014 and December 31, 2013 and June 30, 2013, the referred caption is composed only by shares of the closed property investment fund Cimóvel – Fundo de Investimento Imobiliário Fechado (Real Estate Investment Fund).

The Group's sensitivity to price variations in investments available for sale can be summarized as follows (increases/decreases):

		Jun-14		Dec-13		Jun-13	
	Variation	Net Income	Equity	Net Income	Equity	Net Income	Equity
CIMOVEL FUND	10%	-	331.330	-	327.464	-	319.511
CIMOVEL FUND	-10%	-	(331.330)	-	(327.464)	-	(319.511)

iii) Interest rate risk

Toyota Caetano debt is indexed to variable interest rates, exposing the total cost of debt to a high risk of volatility. The impact of this volatility on the Group's results and shareholders´ equity mitigated due to the effect of the following factors: (i) possible correlation between the market interest rate levels and economic growth, having a positive effect on the other lines of the Group's consolidated results (particularly operational), thus partially offsetting the increased financial costs ("natural hedge") and (ii) the availability of consolidated liquidity or cash, also remunerated at variable rates.

Toyota Caetano Board of Directors approves the terms and conditions of the funding, analyzing the debt structure, the inherent risks and the different options available in the market, particularly considering the type of interest rates (fixed / variable) and, permanently monitoring conditions and alternatives existing in the market, and decides upon the contracting of occasional interest rate hedging derivative financial instruments.

(Amounts in Euros)

Interest rate risk sensitivity analysis

The sensitivity analyses presented below was based on exposure to changes in interest rates for financial instruments at the statement of financial position date. For floating rate liabilities, the analysis is prepared assuming the following:

(i) Interest rate is superior in 1 p.p. than the supported interest rate.
(ii) Calculation was made using the Group's debt at the end of the year.
(iii) Spreads maintenance throughout the year.

The sensitivity analyses are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some assumptions may be correlated.

Group's sensitivity to changes in interest rates is summarized as follows (increases/decreases):

		Jun-14		Dec-13		Jun-13	
	Variation	Net Income	Equity	Net Income	Equity	Net Income	Equity
Loans- Mutual Contract	1 p.p	88.158	-	97.368	-	106.579	-
Guaranteed account	1 p.p	100.000	-	100.000	-	100.000	-
Bank Credits	1 p.p	204	-	-	-	1.777	-
Commercial Paper	1 p.p	74.000	-	-	-	-	-
Total		262.362	-	197.368	-	208.356	-
Loans- Mutual Contract	(1 p.p)	(88.158)	-	(97.368)	-	(106.579)	-
Guaranteed account	(1 p.p)	(100.000)	-	(100.000)	-	(100.000)	-
Bank Credits	(1 p.p)	(204)	-	-	-	(1.777)	-
Commercial Paper	(1 p.p)	(74.000)	-	-	-	-	-
Total		(262.362)	-	(197.368)	-	(208.356)	-

The above analysis does not include the consideration of the hedging (*swap*) financial instrument agreed by the Group to face the interest rates variation.

iv) Liquidity risk

Liquidity risk is defined as the risk that the Group could not be able to settle or meet its obligations on time or at a reasonable price.

The existence of liquidity in the Group requires the definition of some parameters for the efficient and secure management of liquidity, enabling maximisation of the return obtained and minimisation of the opportunity costs relating to the liquidity, from a safety and efficient way.

Toyota Caetano Group liquidity risk management has a threefold objective:

(i) Liquidity, which is to ensure permanent access in the most efficient way to sufficient funds to cover current payments on the respective maturity dates, as well as any unexpected requests for funds;
(ii) Safety, which is the minimisation of the probability of default in the repayment of any application in funds; and
(iii) Financial Efficiency, which is ensuring that the Companies maximise the value / minimize the opportunity cost of holding excess liquidity in the short-term.

All excess liquidity is applied in short-term debt amortization, according to economic and financial reasonableness criteria.

As of 30 June, 2014 and 31 December, 2013, the Group presents a net debt of 26.887.851 Euros and 19.045.604 Euros, respectively, divided between current and non current loans (Note 17) and cash and cash equivalents (Note 4), agreed with the different financial institutions.

v) Capital Risk

The main objective of the Board is to assure the continuity of the operations, providing an adequate remuneration to shareholders and the correspondent benefits to the rest of the stakeholders of the company.

(Amounts in Euros)

For the prosecution of this objective it is fundamental that a careful management of funds invested in the business is assured, trying to keep an optimal capital structure, in order to achieve the desired reduction of the cost of capital. With the purpose of maintaining an adequate capital structure, the Board can propose to the shareholders the measures considered necessary.

The company tries to maintain a level of equity considered adequate to the business characteristics, in order to assure continuity and expansion of the business. The capital structure balance is monitorized through the financial leverage ratio, defined as net debt/(net debt + equity).

	Jun-14	Dec-13	Jun-13
Debt	35.528.366	26.722.385	28.153.597
Cash and Cash Equivalents	8.640.515	7.676.781	6.400.742
Net Debt	26.887.851	19.045.604	21.752.855
Equity	131.244.106	129.395.996	128.314.862
Leverage Ratio	17,0%	12,8%	14,5%

The gearing remains between acceptable levels, as established by management.

vi) Credit risk

Credit risk refers to the risk that the counterpart will default on its contractual obligations resulting in financial loss to the Group.

The Group's exposure to the credit risk is mainly associated to the receivable accounts of its ordinary activities. Before accepting new clients, the company obtains information from credit rating agencies and makes internal analysis to the collection risk and contingent processes through specific credit and legal departments, attributing credit limits by client, based on the information received.

Risk management seeks to guarantee an effective collection of its credits in the terms negotiated without impact on the financial Group's health. This risk is regularly monitored, being Management's objective (i) to impose credit limits to customers, considering the number of days of sales outstanding, individually or on groups of customers, (ii) control credit levels and (iii) perform regular impairment analysis. The Group obtains credit guarantees whenever the customers' financial situation demands.

Regarding independent dealership customers, the Group requires guarantees "on first demand", that, as disclosed in the notes to the consolidated financial statements of December 31, 2013, whenever these amounts are exceeded, these customers' supplies are suspended.

The adjustments for accounts receivable are calculated considering (a) the client risk profile, (b) the average time of receipt, (c) the client financial situation. The movements of these adjustments for the periods ending at June 30, 2014 and 2013 are stated in Note 23.

At June 30, 2014, the Group considers that there is no need for additional impairment losses, besides the amounts registered on those dates and stated, briefly, in Note 23.

The amount of customers and other debtors in financial statements, which is net of impairment losses, represents the maximum exposure of the Group to credit risk.

(Amounts in Euros)

2.3 CONVERSION OF FINANCIAL STATEMENTS OF FOREIGN COMPANIES

Exchange rates used in the conversion of foreign affiliated companies, as of June 30, 2014 and December 31, 2013 were as follows:

30-06-2014

	Currency	Final Exchange Rate for Jun-14	Average Exchange Rate for Jun-14	Exchange Rate at the Date of Incorporation	Final Exchange rate for 2013
Caetano Auto CV, S.A.	CVE	0,009069	0,009069	0,009069	0,009069
Captions		Balance Sheet except Shareholders	Income Statement	Share Capital	Retained Earnings

31-12-2013

	Currency	Final Exchange Rate for Dec-13	Average Exchange Rate for Dec-13	Exchange Rate at the Date of Incorporation	Final Exchange rate for 2012
Caetano Auto CV, S.A.	CVE	0,009069	0,009069	0,009069	0,009069
Captions		Balance Sheet except Shareholders	Income Statement	Share Capital	Retained Earnings

3. GROUP COMPANIES INCLUDED IN CONSOLIDATION

The affiliated companies included in consolidation by the full consolidation method and share of capital held as of June 30, 2014 and December 31, 2013, are as follows:

Companies	Effective Percentage Held	
	Jun-14	Dec-13
Toyota Caetano Portugal, SA	Parent Company	
Saltano - Investimentos e Gestão (SGPS), SA	99,98%	99,98%
Caetano Auto CV, SA	81,24%	81,24%
Caetano Renting, SA	99,98%	99,98%
Caetano - Auto, SA	98,40%	98,39%
Movicargo - Movimentação Industrial, Lda.	-	100,00%

These subsidiaries were included in the consolidated financial statements using the full consolidation method, as established in IAS 27 – “Consolidated and Separate Financial Statements” (subsidiary control through the major voting rights or other method, being owner of the company’s share capital).

During the six-month period, there was a change in the composition of the Group Toyota Caetano Portugal, derived from the sale of Movicargo – Movimentação Industrial, Lda.

(Amounts in Euros)

4. CASH AND CASH EQUIVALENTS

As of June 30, 2014, December 31, 2013 and June 30, 2013 cash and cash equivalents detail was the following:

	Jun-14	Dec-13	Jun-13
Cash	115.781	118.683	152.577
Bank Deposits	8.524.158	7.556.847	6.246.191
Cash equivalents	576	1.251	1.974
	8.640.515	7.676.781	6.400.742

The Company and its affiliates have available credit facilities as of June 30, 2014 amounting to approximately 68 Million Euros, which can be used in future operational activities and to fulfil financial commitments. There are no restrictions on the use of these facilities.

5. TANGIBLE FIXED ASSETS

During the six month period ended as of June 30, 2014 and 2013, the movement in tangible fixed assets, as well as in the respective accumulated depreciation and accumulated impairment losses, was as follows:

30-06-2014

	Land	Buildings and Other Constructions	Machinery and Equipment	Transport Equipment	Administrative Equipment	Other Fixed Assets	Tangible assets in Progress	Total
Gross Assets:								
Opening Balances	16.867.925	91.144.133	57.516.232	43.398.838	7.546.027	4.167.209	2.379.299	223.019.663
Additions	-	264.675	59.463	15.357.802	33.105	33.069	1.383.992	17.132.106
Disposals	-	(440.860)	(2.805)	(8.282.527)	-	-	-	(8.726.192)
Transfer and Write-offs	(121.830)	(925.388)	223.343	-	-	-	(328.775)	(1.152.650)
Ending Balances	16.746.095	90.042.560	57.796.233	50.474.113	7.579.132	4.200.278	3.434.516	230.272.927
Accumulated Depreciation and Impairment losses:								
Opening Balances	-	58.171.836	53.041.445	26.102.086	7.275.882	3.858.400	-	148.449.649
Depreciations	-	1.156.703	518.943	3.575.999	56.064	72.964	-	5.380.673
Disposals	-	(435.569)	104	(2.727.223)	9	-	-	(3.162.679)
Transfer and Write-offs	-	(671.740)	-	-	-	-	-	(671.740)
Ending Balances	-	58.221.230	53.560.492	26.950.862	7.331.955	3.931.364	-	149.995.903
Net Tangible Assets	16.746.095	31.821.330	4.235.741	23.523.251	247.177	268.914	3.434.516	80.227.024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2014

(Amounts in Euros)

30-06-2013

	Land	Buildings and Other Constructions	Machinery and Equipment	Transport Equipment	Administrative Equipment	Other Fixed Assets	Tangible assets in Progress	Total
Gross Assets:								
Opening Balances	16.637.519	92.320.133	59.550.699	48.497.032	7.691.874	4.085.013	2.435.357	231.217.627
Additions	48.907	31.337	171.682	9.298.558	13.729	22.243	261.624	9.848.080
Disposals	(54.560)	(328.040)	(359.342)	(6.442.857)	(19.280)	(71.202)	-	(7.275.281)
Transfer and Write-offs	903.473	-	(159.820)	-	-	159.820	(903.473)	-
Ending Balances	17.535.339	92.023.430	59.203.219	51.352.733	7.686.323	4.195.874	1.793.508	233.790.426
Accumulated Depreciation and Impairment losses:								
Opening Balances	-	57.824.400	53.876.907	25.042.359	7.343.297	3.663.815	-	147.750.778
Depreciations	-	1.212.906	824.420	4.273.044	65.248	83.788	-	6.459.406
Transfer and Write-offs	-	(325.827)	(487.732)	(2.862.255)	(19.280)	57.445	-	(3.637.649)
Ending Balances	-	58.711.479	54.213.595	26.453.148	7.389.265	3.805.048	-	150.572.535
Net Tangible Assets	17.535.339	33.311.951	4.989.624	24.899.585	297.058	390.826	1.793.508	83.217.891

The movements registered in item “Transport Equipment” mainly refer to vehicles and forklifts that are being used by the Group as well as being rented, under operating lease, to clients.

As of December 31, 2013, the group has hired a specialized independent entity in order to determine the fair value of some of their Fixed Tangible Assets for which, according to internal and external factors, exhibit impairments signs.

Management believes that a possible change (within a scenario of normal) in the main assumptions used in calculating the fair value will not result in impairment losses, apart from the loss already registered.

As of June 30, 2014 and December 31, 2013, the assets acquired through financial leases are presented as follows:

	Jun-14		
	Gross Value	Accumulated Depreciations	Net Value
Fixed Tangible Assets	14.034.646	3.491.525	10.543.121

	Dec-13		
	Gross Value	Accumulated Depreciations	Net Value
Fixed Tangible Assets	11.869.238	3.993.422	7.875.816

(Amounts in Euros)

6. INVESTMENT PROPERTIES

As of June 30, 2014, December 31, 2013 and June 30, 2013, the caption “Investment properties” refers to real estate assets held to obtain gains through its rental or for capital gain purposes. These real estate assets are recorded at acquisition cost.

Rentals related to “Investment properties” are recorded in the caption “Other Operating Income” and amounted to 1.501.319 Euros as the six month period ended as of June 30, 2014 (1.344.872 Euros as of June 30, 2013) (note 29).

Additionally, in accordance with external appraisals made by independent experts, with reference to December 31, 2012, and in accordance with evaluation criteria usually accepted for real estate markets, the fair value of those investment properties amounts to, approximately, 47 million Euros.

Management believes that a possible change (within a scenario of normal) in the main assumptions used in calculating the fair value will not result in impairment losses, beyond from losses recognized in previous years.

The real estate assets recorded in the caption “Investment properties” as of June 30, 2014, December 31, 2013 and June 30, 2013 is made up as follows:

		Jun-14		Dec-13		Jun-13	
Building	Local	Net accounting value	Fair Value	Net accounting value	Fair Value	Net accounting value	Fair Value
Industrial facilities	V.N. Gaia	1.340.010	9.048.000	1.398.655	9.048.000	806.092	9.048.000
Industrial facilities	Carregado	6.049.916	23.828.000	6.096.935	23.828.000	6.143.955	20.928.000
Industrial Warehouse	V.N. Gaia	1.198.613	6.003.000	1.324.087	6.003.000	1.301.855	6.003.000
Commercial facilities	Several places	2.861.761	6.549.400	2.617.542	6.549.400	2.719.943	5.335.400
Land not in use	Several places	3.525.476	4.339.000	3.525.476	4.339.000	3.505.492	4.446.000
Land	Porto	121.830	-	-	-	-	-
Others		1.599.189	3.200.000	1.540.030	3.200.000	1.273.453	1.247.000
		16.696.796	52.967.400	16.502.727	52.967.400	15.750.790	47.007.400

The investment properties fair value disclosed in 2013 was determined by property valuation by independents appraisers (Market Method, Cost Method, Return Method and Use Method models).

Additionally, as a result of all internal assessments prepared by the Company at December 31, 2013 for the remaining properties and given the generalized inexistence of major works in 2013, the inexistence of relevant claims in 2013 and the inexistence of properties in areas of accelerated degradation, the Management believes will not have been significant changes to the fair value of these buildings in 2013, believing they are still valid and current values of the last external evaluation carried out in 2012.

A of June 30, 2014 the values of the evaluation will be published at December 31, 2013 on the grounds that, given the generalized inexistence of major works in 2014, the inexistence of relevant claims in 2014 and the inexistence of properties in areas of accelerated degradation there will be no significant change to the fair value of these properties.

The movement in the caption “Investment properties” as of June 30, 2014 and 2013 was as follows:

30-06-2014

Gross Assets	Land	Buildings	Total
Opening Balances	9.879.302	34.996.495	44.875.797
Transfer and Write-offs	121.830	1.030.819	1.152.648
Disposals	-	(48.471)	(48.471)
Ending Balances	10.001.131	35.978.843	45.979.974

(Amounts in Euros)

Accumulated Depreciation	Land	Buildings	Total
Opening Balances	-	28.373.070	28.373.070
Additions	-	286.839	286.839
Disposals	-	(48.471)	(48.471)
Transfer and Write-offs	-	671.740	671.740
Ending Balances	-	29.283.178	29.283.178

30-06-2013

Gross Assets	Land	Buildings	Total
Opening Balances	9.384.013	31.950.557	41.334.570
Transfer and Write-offs	-	(49.299)	(49.299)
Ending Balances	9.384.013	31.901.258	41.285.271

Accumulated Depreciation	Land	Buildings	Total
Opening Balances	-	25.331.784	25.331.784
Additions	-	251.801	251.801
Transfer and Write-offs	-	(49.104)	(49.104)
Ending Balances	-	25.534.481	25.534.481

The transfer occurred in 2014 due to the reclassification of tangible assets to investment properties, that are leased.

7. GOODWILL

At June 30, 2014 and 2013 there were not any movements in item “Goodwill”.

The item “Goodwill” is totally related to the amount calculated in the acquisition of the affiliate Movicargo whose business was transferred to the parent Toyota Caetano Portugal, S.A.

The Goodwill is not depreciated. Impairment tests are made annually to the Goodwill.

8. INTANGIBLE ASSETS

During the six month period ended as of June 30, 2014 and 2013, the movement in intangible assets, as well as in the respective accumulated depreciation and accumulated impairment losses, was as follows:

30-06-2014

	Industrial Property	Goodwill	Computer Programs	Intangible assets in progress	Total
Gross Assets:					
Opening Balances	140.816	81.485	1.868.422	12.374	2.103.097
Additions	-	-	-	14.811	14.811
Transfer and Write-offs	-	-	-	(6.187)	(6.187)
Ending Balances	140.816	81.485	1.868.422	20.998	2.111.721
Accumulated Depreciation and Impairment losses:					
Opening Balances	117.328	81.485	1.320.209	-	1.519.022
Depreciations	11.648	-	70.515	-	82.163
Transfer and Write-offs	(196)	-	(3)	-	(199)
Ending Balances	128.780	81.485	1.390.721	-	1.600.986
Net Intangible Assets	12.036	-	477.701	20.998	510.735

(Amounts in Euros)

30-06-2013

	Industrial Property	Goodwill	Computer Programs	Intangible assets in progress	Total
Gross Assets:					
Opening Balances	140.817	81.485	2.016.656	1.188	2.240.146
Additions	-	-	5.000	12.373	17.373
Ending Balances	140.817	81.485	2.021.656	13.561	2.257.519
Accumulated Depreciation and Impairment losses:					
Opening Balances	94.423	81.485	1.328.389	-	1.504.297
Depreciations	11.648	-	73.434	-	85.082
Transfer and Write-offs	(194)	-	(1.466)	-	(1.660)
Ending Balances	105.877	81.485	1.400.357	-	1.587.719
Net Intangible Assets	34.940	-	621.299	13.561	669.800

9. FINANCIAL INVESTMENTS

9.1 AVAILABLE FOR SALE FINANCIAL INVESTMENTS

During the period ended as of June 30, 2014, and December 31, 2013 and June 30, 2013 the movements in item “Investments available for sale” were as follows:

	Non-current assets		
	Jun-14	Dec-13	Jun-13
Available for sale Investments			
Fair value at January 1	3.341.376	3.181.038	3.181.038
Acquisitions during the semester	-	2.100	-
Increase/(decrease) in fair value	38.659	158.238	78.713
Fair value at the date of reference	3.380.035	3.341.376	3.259.751

As of June 30, 2014, the available for sale Investments break down as follows:

- Cimóvel - Real Estate Investment Fund: the amount of 3.313.299 Euros corresponding to 580.476 shares which are recorded at its fair value as of June 30, 2014. It should be noted that the acquisition cost of those shares amounted to 3.013.947 Euros, and constituted a reserve on equity (Fair value reserve) in the amount of 299.352, which reflects the subsequent valuation;

- The remaining “Investments available for sale” refer to small investments in non listed companies. The Board of Directors consider that the net accounting value is similar to its fair value.

Additionally, the impact in equity and impairment losses during the six month period ended as of June 30, 2014 and 2013 from recording “Investments held for sale” at fair value can be summarized as follows:

	Jun-14	**Jun-13**
Increase in fair value	38.659	78.713
	38.659	78.713

(Amounts in Euros)

10. INVENTORIES

As of June 30, 2014, December 31, 2013 and June 30, 2013, this caption breakdown is as follows:

	Jun-14	Dec-13	Jun-13
Raw and subsidiary Materials	4.186.945	2.634.224	5.783.511
Production in Process	928.698	560.642	1.548.657
Finished and semi-finished Products	1.987.870	668.429	3.738.362
Merchandise	43.731.718	40.766.744	31.542.855
	50.835.231	44.630.039	42.613.385
Accumulated impairment losses in inventories (Note 23)	(1.630.284)	(1.336.902)	(1.593.922)
	49.204.947	43.293.127	41.019.463

During the six month period ended as of June 30, 2014 and 2013, cost of sales was as follows:

	Jun-14			Jun-13		
	Merchandise	Raw and subsidiary Materials	Total	Merchandise	Raw and subsidiary Materials	Total
Opening Balances	40.766.744	2.634.224	43.400.968	36.870.898	5.149.542	42.020.440
Net Purchases	91.958.334	12.984.394	104.942.728	69.085.631	7.940.464	77.026.095
Ending Balances	(43.731.718)	(4.186.945)	(47.918.663)	(31.542.855)	(5.783.511)	(37.326.366)
Total	88.993.360	11.431.673	100.425.033	74.413.674	7.306.495	81.720.169

During the six month period ended as of June 30, 2014 and 2013, the variation in production was computed as follows:

	Finished and semi-finished products	
	Jun-14	Jun-13
Ending Balances	2.916.568	5.287.019
Inventories adjustments	-	(1.484)
Opening Balances	(1.229.071)	(4.580.505)
Total	1.687.497	705.030

11. ACCOUNTS RECEIVABLE

As of June 30, 2014, December 31, 2013 and June 30, 2013, the detail of this caption was as follows:

	CURRENT ASSEST			NON-CURRENT ASSETS		
	Jun-14	Dec-13	Jun-13	Jun-14	Dec-13	Jun-13
Customers, current accounts	52.072.881	44.132.891	44.597.913	531.917	521.364	101.435
Customers, notes receivable	-	-	10.855	-	-	-
Doubtful Accounts Receivable	10.822.022	10.863.083	9.879.457	-	-	-
	62.894.903	54.995.974	54.488.225	531.917	521.364	101.435
Accumulated impairment losses in accounts Receivable (Note 23)	(10.593.294)	(10.634.355)	(11.880.914)	-	-	-
	52.301.609	44.361.619	42.607.311	531.917	521.364	101.435

(Amounts in Euros)

Accounts receivable from customers recorded as non current assets corresponds to the customers of the affiliated company Caetano-Auto, S.A. and Toyota Caetano Portugal, S.A. that are being paid under formal agreements (whose terms of payment may vary between 1 to 7 years, and which bear interests).

Group exposure to credit risk is mainly related to trade receivables resulting from its operational activity. Before accepting new customers, the Group contacts credit rating agencies and performs internal analysis of credit risk, through specific credit control, collection and legal service departments, and assigns credit limits by customer, based on the gathered information.

Accounts receivable aging

Debt maturity without recognition of losses by impairment

30-06-2014

	- 60 days	60-90 days	90-120 days	+ 120 days	Total
Accounts receivable	28.991.508	2.360.925	1.304.356	14.262.910	46.919.699
Personnel	-	19.146	26.727	257.844	303.717
Independent Dealers	5.073.866	161.702	106.301	39.513	5.381.382
Total	34.065.374	2.541.773	1.437.384	14.560.267	52.604.798

31-12-2013

	- 60 days	60-90 days	90-120 days	+ 120 days	Total
Accounts receivable	22.710.684	1.791.177	1.002.193	13.191.687	38.695.741
Personnel	-	1.483	-	587.690	589.173
Independent Dealers	5.116.939	155.514	43.191	53.697	5.369.341
Total	27.827.623	1.948.174	1.045.384	13.833.074	44.654.255

Debt maturity with recognition of losses by impairment

30-06-2014

	- 60 days	60-90 days	90-120 days	+ 120 days	Total
Doubtful Accounts Receivable	-	-	-	10.822.022	10.822.022
Total	-	-	-	10.822.022	10.822.022

31-12-2013

	- 60 days	60-90 days	90-120 days	+ 120 days	Total
Doubtful Accounts Receivable	-	-	-	10.863.083	10.863.083
Total	-	-	-	10.863.083	10.863.083

The amounts presented in the consolidated Statement of financial position are net of accumulated impairment losses to doubtful accounts receivable estimated by the Group, in accordance with its experience based on its evaluation of the economic environment at the statement of financial position date. Credit risk concentration is limited, because the customers' basis is wider and not relational. Thus, the Board of Directors understands that the accounting values of accounts receivable are similar to their respective fair value.

(Amounts in Euros)

12. OTHER CREDITS

As of June 30, 2014, December 31, 2013 and June 30, 2013, the detail of this caption was as follows:

	Current Assets			Non-Current Assets		
	Jun-14	Dec-13	Jun-13	Jun-14	Dec-13	Jun-13
Down Payments to Suppliers	554.639	815.462	395.801	-	-	-
Other debtors	5.839.613	5.670.563	5.743.199	-	-	313.000
	6.394.252	6.486.025	6.139.000	-	-	313.000

The caption "Other credits" includes the amount of, approximately, 3,4 Million Euros (3,4 Million Euros as of December 31, 2012) in referring to advance payments made by the Group related with leasehold improvements in commercial facilities for automotive retail, which were fully invoiced in previous years, being that the remaining amount is expected to be supported in the short term by third parties.

Additionally, this caption includes, as of June 30, 2014, the amount of, approximately, 800.000 Euros (800.000 Euros as of December 31, 2013) to be received from Salvador Caetano Auto África, SGPS, S.A..

Finally, it is noted that this amount also includes an account receivable in the amount of 957.989 Euros from the related party Fundação Salvador Caetano (937.500 Euros on December 31, 2013).

13. OTHER CURRENT ASSETS

As of June 30, 2014, December 31, 2013 and June 30, 2013, the detail of this caption was as follows:

	Jun-14	Dec-13	Jun-13
Accrued Income			
Rappel	489.336	263.683	100.292
Warranty claims	199.370	249.204	359.679
Fleet programs and Bonus suppliers	281.257	140.707	600.207
Comissions	155.434	136.274	114.041
Interest	153.211	15.245	14.820
Assignment of staff	29.686	34.838	112.815
Insurance	-	-	20.521
Fee's	-	71.057	20.777
Others	267.896	106.849	230.356
	1.576.190	1.017.857	1.573.508
Deferred Expenses			
Insurance	343.273	171.823	351.490
Rentals	90.519	67.223	64.296
Professional Services	96.290	-	-
Interest	10.943	-	162.371
Charges on bank guarantees	772	-	13.187
Pension Fund	-	-	48.745
Others	290.634	68.646	266.516
	832.432	307.693	906.604
Total	2.408.622	1.325.550	2.480.112

(Amounts in Euros)

14. DEFERRED TAXES

The detail of deferred tax assets and liabilities recorded in the accompanying consolidated financial statements as of June 30, 2014 and 2013 is as follows:

30-06-2014

	Dec-13	Profit and Loss Impact	Equity Impact	Jun-14
Deferred tax assets:				
Provisions not accepted for tax purpose	447.049	-	-	447.049
Tax losses	1.758.647	-	-	1.758.647
Write-off of tangible assets	615.369	(329.097)	-	286.272
Write-off of deferred costs	6.793	-	-	6.793
Derivative financial instruments valuation	44.033	11.700	-	55.733
	2.871.892	(317.397)	-	2.554.495
Deferred tax liabilities:				
Depreciation as a result of legal and free revaluation of fixed assets	(902.133)	-	-	(902.133)
Effect of the reinvestments of the surplus in fixed assets sales	(233.602)	-	-	(233.602)
Future costs that will not be accepted fiscally	(44.077)	-	-	(44.077)
Tax gains according to n.º 7 Artº7 30/G 2000 Portuguese Law	(11.299)	-	-	(11.299)
Fair value of fixed assets	(898.732)	-	-	(898.732)
	(2.089.843)	-	-	(2.089.843)
Net effect (Note 25)		(317.397)	-	

30-06-2013

	Dec-12	Profit and Loss Impact	Equity Impact	Jun-13
Deferred tax assets:				
Provisions not accepted for tax purpose	735.612	-	-	735.612
Tax losses	1.825.674	-	-	1.825.674
Write-off of tangible assets	686.150	26.807	-	712.957
Write-off of deferred costs	18.521	-	-	18.521
Derivative financial instruments valuation	174.971	(84.060)	-	90.911
	3.440.928	(57.253)	-	3.383.675
Deferred tax liabilities:				
Depreciation as a result of legal and free revaluation of fixed assets	(1.077.444)	-	-	(1.077.444)
Effect of the reinvestments of the surplus in fixed assets sales	(310.448)	-	-	(310.448)
Future costs that will not be accepted fiscally	(95.267)	-	-	(95.267)
Tax gains according to n.º 7 Artº7 30/G 2000 Portuguese Law	(18.334)	-	-	(18.334)
Fair value of fixed assets	(997.679)	-	-	(997.679)
	(2.499.172)	-	-	(2.499.172)
Net effect (Note 25)		(57.253)	-	

(Amounts in Euros)

In accordance with the applicable legislation in Portugal, tax losses can be carried forward for the following periods:

i) Tax losses reported until 31 de December de 2009: 6 years
ii) Tax losses reported in 2010 and 2011: 4 years
iii) Tax losses reported in 2012 and 2013: 5 years
iv) Tax losses reported for periods beginning on or after 2014: 12 years

In June 30, 2014 (date of the latest tax returns delivered), the companies of the Group reported the following tax losses, for which tax deferred assets have been recognized:

	Jun-14		
With Latest date of utilization:	Tax Losses	Deferred tax Assets	Expiry date
At 2011			
- Consolidado fiscal Toyota Caetano Portugal	2.127.585	506.297	2015
At 2012			
- Consolidado fiscal Toyota Caetano Portugal	5.391.483	1.240.039	2017
At 2013			
- Consolidado fiscal Toyota Caetano Portugal	53.524	12.311	2018
	7.572.592	1.758.647	

From January, 2012 (inclusive), the deduction of tax losses carried forward, established in previous years or in progress (includes all reported losses identified in i), ii) and iii)) is limited to 75% of the taxable profit assessed in the relevant fiscal year and from 2014 (inclusive) is limited to 70% of taxable income in each year. This situation requires the annual evaluation of the amount of deferred tax can be recovered within the time indicated above.

As of June 30, 2014 and 2013 tax rates used to compute current and deferred tax assets and liabilities were as follows:

	Tax rates	
	30.06.2014	30.06.2013
Country of origin of affiliate:		
Portugal	24,5% - 23%	26,5% - 25%
Cape Verde	25,5%	25,5%

Toyota Caetano Group companies with head office in Portugal are taxed according to the Corporate Income Tax (CIT) in accordance with the Special Taxation Regimen for Groups of Companies (“Regime Especial de Tributação de Grupos de Sociedades - RETGS”) as established by articles 69 and 70 of the CIT.

In accordance with the applicable legislation, the income tax returns of Toyota Caetano and other Group companies with headquarters in Portugal are subject to review and correction by the tax authorities for a 4-year period. Therefore, the tax declarations since the year of 2010 and 2013 are still subject to review. Statements regarding the Social Security may be revised over a period of five years. The Board of Directors believe that the corrections that may arise from such reviews/inspections will not have a significant impact in the accompanying consolidated financial statements.
Under the terms of article 88 of the Corporate Income Tax Code, the companies with headquarters in Portugal are additionally subject to an income tax over a set of expenses at the rates foreseen in the above mentioned article.

(Amounts in Euros)

15. EQUITY

As of June 30, 2014, the Company's share capital, fully subscribed and paid for, consisted of 35.000.000 bearer shares, with a nominal value of 1 Euro each.

The entities with over 20% of subscribed capital are as follows:

- Grupo Salvador Caetano SGPS, S.A.	60,82%
- Toyota Motor Europe NV/SA	27,00%

Dividends

According to the General shareholders meeting deliberation, as of 24 April 2014, no dividends were paid to shareholders.

Legal reserve

Commercial legislation establishes that at least 5% of the net profit of each year must be appropriated to a legal reserve until this reserve equals the statutory minimum requirement of 20% of the share capital. This reserve is not available for distribution, except in case of dissolution of the Company, but may be used in share capital increases or used to absorb accumulated losses once other reserves have been exhausted.

Revaluation reserves

The revaluation reserves can not be distributed to the share holders, except if they are completely depreciated and if the respective assets that were revaluated have been alienated.

Translation reserves

The translation reserves reflect the currency variations during the passage of the financial statements of affiliated companies in a currency other than Euro and cannot be distributed or used to absorb losses.

Fair value reserves

The fair value reserves reflect the fair value variations of the investments available for sale and cannot be distributed or used to absorb losses.

According to the Portuguese law, the amount of distributable reserves is determined according to the individual financial statements of Toyota Caetano Portugal, presented according to the Normas Contabilísticas e de Relato Financeiro (NCRF, Portuguese GAAP).

16. NON CONTROLLED INTERESTS

Movements in this caption during the period ended as of June 30, 2014, December 31, 2013 and June 30, 2013 were as follows:

	Jun-14	Dec-13	Jun-13
Opening Balances as of January 1	1.646.250	812.346	812.346
Acquisition variation of the remaining 50% in Caetano Retail (Norte) II, SGPS, S.A.	-	897.056	-
Others	(1.529)	(80)	(3.387)
Net profit attributable to Non-controlled Interest	(5.214)	(63.072)	(75.092)
	1.639.507	1.646.250	733.867

(Amounts in Euros)

The decomposition of the mentioned value by subsidiary company is as follows:

Subsidiary	% INC	Non Controlled Interests	Net Income attributable to Non Controlled Interests
Saltano - Investimentos e Gestão (SGPS), SA	0,02%	4.046	(3)
Caetano Auto CV, SA	18,76%	1.087.474	4.926
Caetano Renting, SA	0,02%	366	(58)
Caetano - Auto, SA	1,60%	547.621	(10.078)
		1.639.507	(5.214)

The resume of financial information related to each subsidiary that is consolidated is presented below:

Caption	Caetano Auto	Caetano Renting	Saltano	Caetano Auto CV
Non Current Assets	52.769.689	12.696.942	21.484.440	1.557.605
Current Assets	52.990.577	3.315.509	2.060.513	4.877.482
Total Assets	**105.760.266**	**16.012.452**	**23.544.953**	**6.345.087**
Non Current Liabilities	5.187.583	200.014	-	-
Current Liabilities	64.417.461	13.727.724	3.544.229	680.975
Equity	**36.155.222**	**2.084.714**	**20.000.724**	**5.754.112**
	-			
Revenues	78.160.138	1.558.593	-	3.898.856
Operating Results	(326.361)	(191.785)	(2.248)	25.099
Financial Results	(51.997)	(101.827)	69	(23)
Taxes	(136.868)	-	-	-
Net Income	**(515.226)**	**(293.611)**	**(2.179)**	**25.076**

17. BANK LOANS

As of June 30, 2014, December 31, 2013 and June 30, 2013 the caption “Loans” was as follows:

	Jun-14			Dec-13			Jun-13		
	Current	Non-Current	TOTAL	Current	Non-Current	TOTAL	Current	Non-Current	TOTAL
Bank Loan	19.242.105	6.973.683	26.215.788	11.842.105	7.894.737	19.736.842	11.842.105	8.815.790	20.657.895
Finance Leases	1.603.046	7.143.804	8.746.850	1.199.385	4.968.124	6.167.509	1.194.568	4.824.496	6.019.064
Bank Overdrafts	20.372	-	20.372	-	-	-	177.658	-	177.658
Other Loans	545.356	-	545.356	545.356	272.678	818.034	628.689	670.291	1.298.980
	21.410.879	14.117.487	35.528.366	13.586.846	13.135.539	26.722.385	13.843.020	14.310.577	28.153.597

(Amounts in Euros)

As of June 30, 2014 and December 31, 2013, the detail of bank loans, overdrafts, others loans and Commercial Paper Programs, as well as its conditions, were as follows:

30-06-2014

Description/Beneficiary Company	Used Amount	Limit	Beginning Date	Date-Limit
Non-current				
Loan – mutual contract				
Toyota Caetano Portugal	6.973.683	6.973.683	22-06-2012	5 years
	6.973.683	6.973.683		
Current				
Bank Loan	10.000.000	10.000.000		
Loan – mutual contract	1.842.105	1.842.105	22-06-2012	
Bank Overdrafts	20.372	7.500.000		
Refundable subsidies	545.356	545.356	30-01-2009	6 years
Confirming	-	5.000.000		
Comercial Paper:				
Toyota Caetano Portugal	-	10.000.000	30-07-2008	5 years
Toyota Caetano Portugal	2.500.000	9.200.000	23-05-2014	1 year
Toyota Caetano Portugal	4.900.000	7.000.000	27-12-2012	4 years
Caetano Auto	-	9.800.000	29-08-2007	7 years
	19.807.833	60.887.461		
	26.781.516	67.861.144		

31-12-2013

Description/Beneficiary Company	Used Amount	Limit	Beginning Date	Date-Limit
Non-current				
Loan – mutual contract				
Toyota Caetano Portugal	7.894.737	7.894.737	22-06-2012	5 years
Refundable subsidies				
Toyota Caetano Portugal	272.678	272.678	30-01-2009	6 years
	8.167.415	8.167.415		
Current				
Bank Loan	10.000.000	10.000.000		
Loan - mutual contract	1.842.105	1.842.105	22-06-2012	
Bank Overdrafts	-	7.500.000		
Refundable subsidies	545.356	545.356	30-01-2009	6 years
Confirming	-	5.000.000		
Comercial Paper:				
Toyota Caetano Portugal	-	10.000.000	30-07-2008	5 years
Toyota Caetano Portugal	-	7.000.000	27-12-2012	5 years
Caetano Auto	-	9.800.000	29-08-2007	7 years
	12.387.461	51.687.461		
	20.554.876	59.854.876		

Next, we present below the debt amount outstanding, for which there have been granted mortgages (note 35):

(Amounts in Euros)

- Loan - mutual contract: 8.815.788.
- Comercial Paper: 9.800.000.

Interests relating to the above mentioned bank loans are indexed to Euribor interest rates, increased with a spread that varies from 1 to 6,5 bps.

With the closure of the project application n.º 00/07099 of the program SIME A of AICEP (Agência para o Investimento e Comércio Externo de Portugal, E.P.) was granted a refundable incentive with the following amortization plan:

Jun-14	2014	Total
Refundable subsidies:		
Amortization	545.356	545.356
	545.356	545.356

The item “Leasings” (current and non-current) is related to the purchase of facilities and equipment. The detail of this caption, as well as the reimbursement plan can be summarized as follows:

			Medium-and long-term					
Contract	Leasings	Short-term	2016	2017	2018	> 2019	TOTAL	TOTAL
2028278	Commercial facilities							
	Capital	93.914	94.838	95.780	96.730	365.773	653.121	747.035
	Interests	6.956	6.024	5.083	4.132	6.840	22.079	29.035
559769	Commercial facilities							
	Capital	60.557	60.841	61.282	61.725	713.652	897.500	958.057
	Interests	6.707	6.270	5.830	5.387	28.078	45.565	52.272
626064	Commercial facilities							
	Capital	147.204	152.439	157.861	163.476	1.153.886	1.627.663	1.774.867
	Interests	59.172	53.936	48.515	42.900	127.670	273.021	332.193
Various	Industrial Equipment							
	Capital	1.301.372	1.395.851	949.222	782.984	837.463	3.965.520	5.266.891
	Interests	264.311	296.804	125.885	71.028	17.306	511.023	775.333
	Total Capital	1.603.046	1.703.970	1.264.144	1.104.915	3.070.775	7.143.804	8.746.850
	Total Interests	337.146	363.035	185.312	123.447	179.895	851.688	1.188.834

Debt Maturity

The maturities of existing loans at June 30, 2014 can be summarized as follows:

	2015	2016	2017	2018	> 2019	Total
Loan – mutual contract	1.842.105	3.684.209	3.289.474	-	-	8.815.788
Bank Overdrafts	20.372	-	-	-	-	20.372
Papel comercial	7.400.000	-	-	-	-	7.400.000
Bank Loan	10.000.000	-	-	-	-	10.000.000
Finance Leases	1.603.046	1.703.970	1.264.144	1.104.915	3.070.775	8.746.850
Refundable subsidies	545.356	-	-	-	-	545.356
Total loans	21.410.879	5.388.179	4.553.618	1.104.915	3.070.775	35.528.366

(Amounts in Euros)

18. ACCOUNTS PAYABLE

As of June 30, 2014, December 31, 2013 and June 30, 2013 this caption was composed of current accounts with suppliers, which end at short term.

The Group, relating to financial risk management, has implemented policies to ensure that all liabilities are paid for within the defined payment period.

19. OTHER CREDITORS

As of June 30, 2014, December 31, 2013 and June 30, 2013 the detail of other creditors was as follows:

	Current Liabilities		
	Jun-14	Dec-13	Jun-13
Shareholders	12.761	19.001	25.942
Advance payments from customers	592.111	1.033.267	553.021
Other Creditors	563.311	567.701	1.538.995
	1.168.183	1.619.969	2.117.958

20. PUBLIC ENTITIES

As of June 30, 2014, December 31, 2013 and June 30, 2013 the caption public entities can be summarized as follows:

	Current Assets		
	Jun-14	Dec-13	Jun-13
Public Entities			
Value Added Taxes	1.031.240	7	1.035.996
Income Tax (estimated tax) (Note 25)	(240.091)	-	-
Income Tax (recover tax)	48.149	-	-
Income Tax (RETGS)	583.119	-	-
Income Tax (advance tax pay)	501.103	-	-
	1.923.520	7	1.035.996

	Current Liabilities		
	Jun-14	Dec-13	Jun-13
Public Entities			
Income Taxes withheld	391.952	345.879	391.220
Value Added Taxes	5.674.371	4.556.146	5.480.215
Income Tax (estimated tax) (Note 25)	-	458.641	453.168
Income Tax (recover tax)	-	-	(48.149)
Income Tax (RETGS)	-	-	(100.080)
Income Tax (advance tax pay)	-	(1.107.197)	(653.013)
Vehicles Tax	-	-	1.275.918
Custom Duties	-	-	93.463
Employee's social contributions	739.143	603.097	734.801
Others	263.359	210.557	238.118
	7.068.825	5.067.123	7.865.660

(Amounts in Euros)

21. OTHER CURRENT LIABILITIES

As of June 30, 2014, December 31, 2013 and June 30, 2013 the caption "Other Current Liabilities" was as follows:

	Jun-14	Dec-13	Jun-13
Accrued Cost			
Vacation pay and bonus	6.940.841	4.587.247	6.345.422
Expenses with sold Vehicles	1.451.194	1.570.854	575.875
Rappel attributable to fleet management entities	1.038.004	1.247.227	624.637
Publicity and advertisement campaigns	994.031	1.896.855	1.202.397
Commission	639.919	328.089	291.069
External supplies and services	493.031	605.678	382.035
Supply costs	490.778	503.227	395.406
Insurance	424.314	239.433	359.488
Accrual for Vehicles Tax	320.307	313.825	206.382
Warranty claims	236.052	-	140.298
Interest	200.382	152.852	32.547
Rentals	183.703	121.200	95.678
Royalties	107.264	62.275	42.380
Property Tax	96.562	89.028	98.391
Specialized work	44.087	-	10.527
Others	1.175.628	433.061	1.441.293
	14.836.098	12.150.850	12.243.825
Deferred Income			
Maintenance and service contracts	1.078.237	322.145	695.629
Publicity recuperation	895.177	743.862	938.940
Investment subsidy	521.728	525.802	543.402
Interest Charged to Customers	-	5.472	-
Others	67.225	267.636	353.375
	2.562.367	1.864.917	2.531.346
Total	17.398.465	14.015.767	14.775.171

22. LIABILITIES FOR RETIREMENT PENSION COMPLEMENTS

Toyota Caetano (together with other associated and related companies) incorporated, by public deed dated December 29, 1988, the Salvador Caetano Pension Fund, which was subsequently updated in January 2, 1994, in December 29, 1995 and in December 23, 2002.

As of June 30, 2014, the following companies of Toyota Caetano Group were associates of the Salvador Caetano Pension Fund:

- Toyota Caetano Portugal, S.A.
- Caetano Auto, S.A.
- Caetano Renting, S.A.

The Pension Fund was set up to, while Toyota Caetano Group maintains the decision to make contributions to the referred fund, provide employees (beneficiaries), at their retirement date, the right to a pension complement, which is not subject to update and is based on a percentage of the salary, among other conditions.

(Amounts in Euros)

A request was made as of December 19, 2006 to the fund manager of the Salvador Caetano Pension Fund (ESAF – Espirito Santo Activos Financeiros, S.A.), to act near the "ISP - Instituto de Seguros de Portugal" and take the necessary measures to change the defined benefit plan into a defined contribution plan, among other changes.

Following the above mentioned, a dossier was sent on December 18, 2007 to Instituto de Seguros de Portugal containing the proposals to change the "Constitutive Contract" of Salvador Caetano Pension Fund, as well as the minute of approval of these changes by the Pensions Fund Advisory Committee, and requesting, with effects as from January 1, 2008, the approval of these changes.

The proposal for changing the pension complement, dully approved by the Pension Funds Advisory Committee ("Comissão de Acompanhamento do Fundo de Pensões"), includes the maintenance of a defined benefit plan for the current retired workers and ex-employees with acquired rights, as well as for all the current employees with more than 50 years and more than 15 years of service completed until January 1, 2008. A new group will be created to which all current employees with less than 50 years and/or less than 15 years of service will be transferred.

At December 29, 2008 Toyota Caetano Portugal, S.A. received a letter from ISP - Instituto de Seguros de Portugal (Portuguese Insurance Institute) with the approval of the pretended alterations and entering into force starting from January 1, 2008. ISP determined in the referred approval that the employees associated to the Salvador Caetano Pension Fund who at January 1, 2008 had achieved 15 years of service and had ages inferior to 50 years (and that shall integrate a Defined Contribution Plan) have the right to an individual "initial capital" according to the new Plan, determined according to the actuarial responsibilities as at December 31, 2007 and based on the presumptions and criteria used on that year.

The actuarial presumptions used at 2013 by the fund manager include the "Projected Unit Credit" calculation method, the Mortality Table and disability TV 73/77 and SuisseRe 2001, respectively, as well as well as salary increase rate, pensions increase rate and discount rate of 0%, 0% and 4,5%, respectively. To this date were used the assumptions as December 31, 2013.

At December 31, 2013 the Group's responsibilities to the defined benefit plan and the assets of the Fund allocated can be summarized as follows:

Defined benefit plan	2013
Responsability amount	29.059.458
Fund Amount	28.855.219

23. PROVISIONS AND ACCUMULATED IMPAIRMENT LOSSES

Movements in provisions and accumulated impairment losses over the six month period ended as of June 30, 2014, and June 30, 2013 were as follows:

30-06-2014

	Opening Balances	Increases	Disposals and Other	Changes in Perimeter	Other regularizations	Ending Balances
Accumulated impairment losses in investments (Note 9)	1.781.995	-	-	-	-	1.781.995
Accumulated impairment losses in accounts Receivable (Note 11)	10.634.355	159.041	(548)	(200.102)	548	10.593.294
Accumulated impairment losses in inventories (Note 10)	1.336.902	293.383	-	-	(1)	1.630.284
Provisions	323.422	41.514	-	-	(54.224)	310.712

(Amounts in Euros)

30-06-2013

	Opening Balances	Increases	Disposals and Other	Other regularizations	Ending Balances
Accumulated impairment losses in investments (Note 9)	1.781.995	-	-	-	1.781.995
Accumulated impairment losses in accounts Receivable (Note 11)	11.878.914	-	-	2.000	11.880.914
Accumulated impairment losses in inventories (Note 10)	1.765.086	36.598	(207.762)	-	1.593.922
Provisions	315.464	44.625	-	(33.725)	326.364

As of June 30, 2014, December 31, 2013 and June 30, 2013, the caption "Provisions" has the following breakdown:

	Jun-14	Dec-13	Jun-13
Warranty provision	110.698	123.410	126.350
Litigations in progress	200.014	200.014	200.014
	310.712	323.424	326.364

24. DERIVATIVE FINANCIAL INSTRUMENTS

The derivative financial instruments used by the group as of June 30, 2014 were as follows:

Interest rate Derivatives

Although these derivatives (two interest rate swap contracts) were contracted for interest rate hedging purposes as well as funding cost optimization, they haven't been designated for hedge accounting. The fair value of these derivative financial instruments as of June 30, 2014 was negative on 163.674 Euros (287.399 Euros negative as of June 30, 2013) and comprises a total exposure of 8,8 million Euros since June 22, 2014 for a period of four years, counting from June 26, 2012.

These derivatives' valuations were provided as of June 30, 2014 by the bank with whom they were contracted, taking into account future cash flows and risk estimates (level 2 fair value hierarchy as set out in paragraph 27-A of IFRS7 - measurement inputs based on assumptions indirectly observable in the market).

The main characteristics of these contracts can be summarized as follows:

				Fair Value		
Derivate financial instrument	Swap rate	Rate receivable	Type	Jun-14	Dec-13	Changes in financial statement
Swap BBVA	1,1000%	Euribor 3M	Negociation	(163.674)	(119.522)	(44.152)
				(163.674)	(119.522)	(44.152)

It is the intention of Toyota Caetano Group to hold these instruments until their maturities, so this form of assessment reflects the best estimate of present value of future cash flows to be generated by such instruments.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2014

(Amounts in Euros)

25. INCOME TAXES

The income tax for the six month period ended as of June 30, 2014 and 2013 was as follows:

	Jun-14	Jun-13
Insufficient taxes estimation	1.429	1.141
Excess taxes estimation	(24.652)	(157.363)
Current taxes estimation (Note 20)	240.091	453.168
RETGS	(74.957)	-
Deferred income taxes (Note 14)	(317.397)	57.253
	459.308	354.199

26. SALES AND SERVICES RENDERED BY GEOGRAPHIC MARKETS AND BY ACTIVITIES

The detail of sales and services rendered by geographic markets, during the six month periods ended as of June 30, 2014 and 2013, was as follows:

	Jun-14		Jun-13	
Market	Amount	%	Amount	%
National	115.202.165	90,46%	96.731.016	90,01%
Belgium	6.244.826	4,90%	5.178.348	4,82%
African Countries with Official Portuguese Language	5.568.397	4,37%	4.682.757	4,36%
United Kingdom	49.468	0,04%	63.992	0,06%
Spain	27.543	0,02%	236.446	0,22%
Germany	364	0,00%	155.437	0,14%
Others	256.296	0,20%	419.231	0,39%
	127.349.059	100,00%	107.467.227	100,00%

Additionally, sales and services rendered by activity were as follows:

	Jun-14		Jun-13	
Activity	Amount	%	Amount	%
Vehicles	95.366.293	74,89%	74.814.567	69,62%
Spare Parts	22.504.876	17,67%	23.342.817	21,72%
Repairs and after sales services	7.511.985	5,90%	6.849.896	6,37%
Others	1.965.905	1,54%	2.459.947	2,29%
	127.349.059	100,00%	107.467.227	100,00%

(Amounts in Euros)

27. EXTERNAL SUPPLIES AND SERVICES

The caption “External supplies and services” was as follows:

	Jun-14	Jun-13
Subcontracts	**918.219**	**877.084**
Specialized Services	**6.378.057**	**7.776.404**
Professional Services	2.183.727	2.487.438
Advertising	2.928.070	3.928.431
Vigilance and Security	230.110	247.937
Professional Fees	382.883	409.485
Comissions	69.343	78.487
Repairs and Maintenance	583.924	624.626
Materials	**276.423**	**252.824**
Utilities	**1.478.828**	**1.399.265**
Travel and transportation	**984.391**	**819.349**
Traveling espenses	530.020	458.487
Personnel transportation	46.130	47.396
Transportation of materials	408.241	313.466
Other supplies	**5.798.690**	**5.883.514**
Rent	1.400.300	1.181.967
Communication	400.725	367.765
Insurance	550.117	574.970
Royalties	171.187	125.938
Notaries	15.847	19.121
Cleaning and confort	273.816	286.397
Others Services	2.986.698	3.327.356
	15.834.608	17.008.440

28. PAYROLL EXPENSES

Payroll expenses are decomposed as follows:

	Jun-14	Jun-13
Payroll Management	235.930	318.433
Payroll Personnel	13.115.035	12.149.912
Benefits Plan	888.934	894.365
Termination Indemnities	113.774	409.868
Social Security Contribution	2.986.177	3.001.447
Workmen´s Insurance	202.502	184.016
Others	1.445.555	1.316.721
	18.987.907	18.274.762

(Amounts in Euros)

28.1. REMUNERATION OF BOARD MEMBERS

The remuneration of members of the board of Toyota Caetano Portugal, S.A. in the six months ended as of June 30, 2014 and 2013 were as follows:

Board Members	Jun-14	Jun-13
Board of Directors		
Fixed remunerations	235.930	318.433
Variable remunerations	-	-

28.2. AVERAGE NUMBER OF PERSONNEL

During the six month period ended as of June 30, 2014 and 2013, the average number of personnel was as follows:

Personnel	Jun-14	Jun-13
Employees	1.052	1.033
Workers	420	479
	1.472	1.512

29. OTHER OPERATING INCOME AND EXPENSES

As of June 30, 2014 and 2013, the caption “Other operating income” and “Other operating expenses” were as follows:

Other operating income	Jun-14	Jun-13
Lease Equipment	4.770.457	4.605.342
Guarantees recovered (Toyota)	2.757.071	4.457.234
Gains in the disposal Tangible Fixed Assets	685.029	724.764
Work for the Company	1.080.280	754.763
Commissions	999.351	705.759
Services provided	810.914	723.362
Subsidies	1.166.201	844.030
Rents expenses recovered	183.355	382.452
Transport expenses recovered	183.823	163.295
Advertising expenses and sales promotion recovered	1.014.484	1.140.385
Materials	5.075	10.996
Rents charged (Note 6)	1.501.319	1.344.872
Others	1.097.683	984.716
	16.255.041	16.841.971

(Amounts in Euros)

Other operating expenses	Jun-14	Jun-13
Taxes	433.826	370.490
Bad debts	573	1.417
Losses in Inventories	(6.549)	(19.817)
Prompt payment discounts granted	4.348	1.915
Losses in other investments	11.047	-
Losses in other non-financial investments	767	93.271
Others	505.683	527.884
Corrections to previous years	28.323	43.258
Donations	2.293	6.323
Subscriptions	10.122	8.698
Fines and penalties	29.430	1.415
Others	435.515	468.190
	949.695	975.160

The caption “Other Operating expenses” refers essentially to business incentives and bonuses.

30. FINANCIAL INCOME AND EXPENSES

Consolidated net financial results as of June 30, 2014 and 2013 were as follows:

Expenses and Losses	Jun-14	Jun-13
Interest	526.019	1.148.168
Other Financial Expenses	172.444	351.745
	698.463	1.499.913

Income and Gains	Jun-14	Jun-13
Interest	112.649	172.772
Other Financial Income	-	317.209
	112.649	489.981

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2014

(Amounts in Euros)

31. FINANCIAL ASSETS AND LIABILITIES

We summarize in the table below a resume of financial instruments of Toyota Caetano Group as of June 30, 2014, December 31, 2013 and June 30, 2013:

	Financial Assets			Financial Liabilities		
	Jun-14	Dec-13	Jun-13	Jun-14	Dec-13	Jun-13
Derivate Financial Instruments	-	-	-	163.674	119.522	287.399
Available for sale Assets	3.380.035	3.341.376	3.259.751	-	-	-
Accounts Receivable	52.833.526	44.882.983	44.428.340	-	-	-
Other credits - Current	6.394.252	6.486.025	6.139.000	-	-	-
Other credits - Non-Current	-	-	313.000	-	-	-
Public Entities	1.923.520	7	1.035.996	-	-	-
Loans	-	-	-	35.528.366	26.722.385	28.153.597
Other Creditors	-	-	-	1.168.183	1.619.969	3.837.552
Public Entities	-	-	-	7.068.825	5.067.123	7.865.660
Accounts Payable	-	-	-	30.464.290	22.792.534	22.151.180
Other Creditors	8.640.515	7.676.781	6.400.742	-	-	-
	73.171.848	62.387.172	61.576.829	74.393.338	56.321.534	62.295.388

Financial Instruments at Fair Value

	Financial Assets			Financial Liabilities		
	Jun-14	Dec-13	Jun-13	Jun-14	Dec-13	Jun-13
Derivate Financial Instruments	-	-	-	(163.674)	(119.522)	(287.399)
Available for sale Assets	3.380.035	3.341.376	3.259.751	-	-	-
	3.380.035	3.341.376	3.259.751	(163.674)	(119.522)	(287.399)

Classification and Measurement

	Available for sale Assets		Derivate Financial Instruments		Level
	At fair value	At cost	Cash Flow Hedge Accounting	Negociation	
Cimóvel Fund	3.313.298	-	-	-	1)
Others	-	66.736	-	-	3)
Interest rate swap	-	-	-	(163.674)	2)

According to the paragraph 27-A of IFRS 7, we provide below, the disclosure of classification and measurement of financial instruments' fair value, by hierarchy level:

a) level 1 – quoted prices – available for sale financial assets: 3.313.298 Euros (3.274.639 Euros em 2013);

b) level 2 - inputs different from quoted prices included on level 1 that are observable for the asset or liability, both directly (prices), or indirectly – negotiation derivatives (*swaps* e *forwards*): -163.674 Euros (-119.522 Euros in 2013);

c) level 3 - inputs for the asset or liability that are not based on observable market data.

(Amounts in Euros)

Impact on the Income Statement and Other Comprehensive Income

	Impact on equity			Impact on Income		
	Jun-14	Dec-13	Jun-13	Jun-14	Dec-13	Jun-13
Derivate Financial Instruments	-	-	-	44.152	(485.085)	(317.209)
Available for sale Assets	38.660	158.238	78.713	-	-	-
	38.660	158.238	78.713	44.152	(485.085)	(317.209)

32. OPERATIONAL LEASE

Minimum payments of operational lease	Jun-14	Dec-13
Not more than one year	2.084.134	1.652.476
More than one year and no more than five	6.254.849	5.168.222
More than five years	2.295.528	2.295.528
	10.634.511	9.116.226

33. RELATED PARTIES

Balances and transactions between the Parent Company and its affiliates, which are related entities to the Parent Company, were eliminated in the consolidation process, so they will not be disclosed in this Note. Balances and transactions details between the Group and the related parties can be summarized as follows:

(Amounts in Euros)

	Commercial Debts		Products		Fixed assets	Services		Others	
COMPANY	Receivable	Payable	Sales	Purchases	Purch/Salesases	Rendered	Obtained	Income	Costs
AMORIM BRITO & SARDINHA LDA	219	-	-	-	-	-	-	-	-
ATLANTICA	5.111	-	-	-	-	-	-	-	-
AUTO PARTNER IMOBILIARIA, SA	-	127.537	-	-	-	-	129.274	-	-
CABO VERDE RENT-A-CAR, LDA	161.626	3.939	34.161	-	-	1.386	64.086	-	-
CAETANO ACTIVE (SUL),LDA	3.774	17.523	1.243	7.569	-	(281)	3.425	-	-
CAETANO AERONAUTIC	55.900	-	1.517	-	-	11.115	-	-	24
CAETANO BAVIERA - COMÉRCIO DE AUTOMÓVEIS, SA	768.016	235.876	1.643.770	169.720	(22.672)	(1.321)	60.723	121.705	6.876
CAETANO CITY E ACTIVE (NORTE) SA	28.947	9.627	23.737	5.365	-	9.953	-	-	16.904
CAETANO DRIVE SPORT URBAN (NORTE)SA	358.076	293.914	32.384	44.074	(110.308)	22.561	106.369	-	91.376
CAETANO EQUIPAMENTOS MOÇAMBIQUE	86	-	-	-	-	-	-	-	-
CAETANO FORMULA (NORTE),SA	51.362	158.776	19.450	124.527	52.414	19.545	(7.409)	-	26.059
CAETANO FÓRMULA EAST ÁFRICA SA	128	-	-	-	-	-	-	-	-
CAETANO MOTORS , SA	118.214	691	12.543	-	(16.699)	564	11.666	-	82.861
CAETANO ONE CV, LDA.	82.383	418	17.289	-	-	2.446	-	-	12.597
CAETANO PARTS LDA	235.029	1.649.410	747.758	2.373.193	-	1.123	9.948	-	94.090
CAETANO POWER SA	150.270	360.531	7.111	19.122	276.665	6.761	-	-	81.938
CAETANO RETAILSGPS, S.A.	10.421	27.512	41	-	-	557	6.813	-	-
CAETANO SPAIN, SA	371.074	648	-	-	-	-	-	-	-
CAETANO STAR (SUL) SA	53.184	138.565	13.144	49.645	-	5.835	20.396	-	861
CAETANO TECHNIK E SQUADRA LDA	137.051	13.492	27.322	370	(14.466)	27.850	4.242	-	78.201
CAETANOBUS-FABRICAÇÃO DE CARROÇARIAS SA	9.708.044	308.864	105.208	35.963	(15.000)	101.602	97.425	4.752	16.043
CAETSU SA	2.800	739.293	-	400	-	18.520	1.314.994	600	-
CARPLUS-COMERCIO AUTOMOVEIS SA	207.257	50.870	47.998	39.643	(22.532)	20.529	606	-	108.820
COBUS INDUSTRIES	440	-	-	-	-	-	-	-	-
COCIGA - CONSTRUÇÕES CIVIS DE GAIA, SA	7.071	61.089	5.708	425	573.174	460	64.785	-	3.936
DICUORE-DECORACAO SA	57	-	-	-	-	427	-	-	-
ENP-ENERGIAS RENOVÁVEIS PORTUGAL, S.A.	4.035	10.339	-	-	359	5.317	7.684	4.640	-
FINLOG - ALUGUER E COMÉRCIO AUTO, SA	1.750	35.236	90.458	-	-	(236)	154.630	30.744	-
FUNDAÇÃO SALVADOR CAETANO	964.802	43.304	-	-	-	-	-	-	-
GRUPO SOARES DA COSTA	30.451	-	-	-	-	-	-	-	-
GUÉRIN-RENT-A-CAR(DOIS),LDA	1.583	140	-	-	-	-	50	140	(34)
HDICUORE DESIGN, LDA	-	-	-	-	-	2.602	-	-	-
IBERICAR AUTO NIPON, SA	15.525	-	-	-	-	-	-	-	-
IBERICAR GALICIA AUTO,SL	-	-	-	-	(359)	-	(7.684)	(4.640)	(7.684)
IBERICAR KELDENICH,SL	-	-	-	-	-	-	(19.450)	-	(19.450)
ISLAND RENT	436	-	-	-	-	-	-	-	-
LAVORAUTO-ADMINISTRAÇÃO E CONSULTORIA DE EMPRESAS,SA	-	170.504	-	-	-	-	15.299	-	-
LIDERA	-	2.000	-	-	-	-	19.450	-	-
LUSILECTRA - VEÍCULOS E EQUIPAMENTOS, SA	249.071	19.957	126.315	36.054	-	-	64.122	1.540	-
LUSO ASSISTENCIA	452	-	-	-	-	-	-	-	-
MDS AUTO - MEDIAÇÃO SEGUROS SA	276	103.095	-	0	-	-	88.797	422.224	-
MOVICARGO LDA	301.901	154.568	-	10.372	-	-	22.184	148.665	-
NOVEF-SGPS	19.500	-	-	-	-	-	-	-	-
OESTE MAR	111	-	-	-	-	-	-	-	-
POAL	17.806	-	-	-	-	-	-	-	-
PORTIANGA - COMÉRCIO INTERNACIONAL E PARTICIPAÇÕES, SA	465.158	-	69.425	-	-	6.751	6.369	-	206
RARCON - ARQUITECTURA E CONSULTADORIA, SA	-	12.733	-	-	49.859	-	63.090	-	349
RIGOR - CONSULTORIA E GESTÃO, SA	68.262	802.858	321	-	852	127.179	1.794.439	(988)	9.238
ROBERT HUDSON ,LTD	9.262	-	417	-	-	-	-	-	-
SALVADOR CAETANO AUTO AFRICA, SGPS, SA	811.923	-	-	-	-	-	-	-	-
SALVADOR CAETANO EQUIPAMENTOS SA	245	-	802	-	-	-	-	-	-
SIMOGA - SOC. IMOBILIÁRIA DE GAIA, SA	551	-	-	-	-	-	-	-	-
SPRAMO - PUBLICIDADE & IMAGEM, S.A.	-	681	-	-	-	-	-	-	-
TURISPAIVA - SOCIEDADE TURÍSTICA PAIVENSE, LDA.	224	-	-	-	-	-	-	-	-
VAS AFRICA	2.135	-	-	-	-	-	-	-	-
VAS CABO VERDE,SOCIEDADE UNIPESSOAL,SA	26.032	13.062	-	-	-	-	-	-	-
	15.508.030	**5.567.051**	**3.028.123**	**2.916.443**	**751.287**	**391.244**	**4.096.323**	**729.381**	**603.210**

(Amounts in Euros)

34. SEGMENT INFORMATION

The main information relating to the business segments existing on June 30, 2014 and 2013, is as follows:

30-06-2014

	NATIONAL								FOREIGN					Removals	Consolidated
	Vehicles				Industrial Equipment			Others	Vehicles		Industrial Equipment				
	Industry	Commercial	Services	Rental	Machines	Services	Rental		Industry	Commercial	Machines	Services	Rental		
PROFIT															
External sales	5.154.470	151.797.927	7.495.094	3.135.827	4.475.831	984.346	5.233.223	-	6.566.397	8.054.499	24.500	4.143	4.080	(60.807.821)	132.122.516
Income															
Operational income	(555.690)	1.329.844	(31.296)	(135.396)	480.594	612.228	462.747	(2.248)	(750.379)	148.538	(1.051)	3.103	243	1.290.053	2.851.290
Financial income	1.289	(100.923)	(4.986)	(70.834)	(381.240)	124	(29.493)	69	2.460	(2.238)	(44)	-	2	-	(585.814)
Net Income with non-controlled interests	(554.401)	1.016.119	(49.407)	(206.231)	99.354	612.352	433.254	(2.179)	(747.918)	143.211	(1.095)	3.104	245	1.059.761	1.806.168
Other Information															
Total consolidated assets	45.639.882	208.715.986	10.141.782	11.247.050	8.635.731	775.608	43.027.158	23.544.951	-	8.780.905	-	-	-	(135.087.338)	225.436.464
Total consolidated liabilities	17.046.664	104.867.379	6.674.711	9.782.758	3.225.477	289.692	18.435.881	3.544.227	-	2.211.123	-	-	-	(71.885.554)	94.192.358
Capital Expenses	1.608.251	1.429.786	58.450	5.921.587	51.531	32.306	2.057.489	-	-	2.778	-	-	-	(65.671)	11.096.506
Depreciation	564.580	1.863.229	121.781	1.255.445	42.942	26.921	1.762.499	-	-	104.704	-	-	-	7.573	5.749.675

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2014

(Amounts in Euros)

30-06-2013

	NATIONAL								FOREIGN					Removals	Consolidated
	Vehicles				Industrial Equipment			Others	Vehicles		Industrial Equipment				
	Industry	Commercial	Services	Rental	Machines	Services	Rental		Industry	Commercial	Machines	Services	Rental		
PROFIT															
External sales	4.768.757	123.080.794	9.306.935	2.262.352	3.128.853	978.234	5.105.047	197.568	5.626.148	6.923.551	164.794	7.404	3.500	(49.478.367)	112.075.569
Income															
Operational income	(965.474)	654.320	8.810	(70.222)	(17.554)	609.942	804.949	189.730	(1.136.685)	(93.788)	11.614	4.746	620	364.940	365.947
Financial income	(25.069)	(271.907)	(4.314)	(503)	(8.691)	(6.107)	(643.212)	553	(34.845)	(14.446)	(1.323)	(44)	(24)	-	(1.009.932)
Net Income with non-controlled interests	(1.036.822)	97.512	(34.100)	(70.725)	(30.123)	603.081	55.079	138.878	(1.171.530)	(113.721)	10.291	4.703	595	548.698	(2.354.115)
Other Information															
Total consolidated assets	57.570.172	180.572.562	13.865.046	11.795.473	4.776.440	334.686	39.738.628	35.088.966	-	9.218.732	-	-	-	(144.250.149)	208.710.557
Total consolidated liabilities	20.532.172	82.063.097	9.710.979	10.521.715	1.417.407	110.543	15.769.591	14.827.897	-	2.398.440	-	-	-	(76.956.146)	80.395.695
Capital Expenses	256.669	464.647	-	4.968.217	21.081	4.102	556.852	-	-	4.987	-	-	-	(47.073)	6.229.482
Depreciation	793.558	2.289.230	179.741	1.439.523	59.838	11.644	1.856.156	7.529	-	122.849	-	-	-	36.222	6.796.289

The line "Turnover" includes Sales, Service Rendered and the amount of about 4.773.457,40 Euros (4.605.342.25 Euros as of June 30, 2013) related to equipment rentals accounted in Other Operating Income (Note 29).

The column “Eliminations” mainly includes the elimination of transactions between Group companies included in consolidation, mainly belonging to Vehicles segment.

(Amounts in Euros)

35. CONTINGENT ASSETS AND LIABILITIES

Financial commitments not included in the consolidated balance sheet

As of June 30, 2014, December 31, 2013 and June 30, 2013, Toyota Caetano Group had assumed the following financial commitments:

Commitments	Jun-14	Dec-13	Jun-13
Credits	203.597	73.194	211.942
Guarantees of Imports	2.500.000	4.000.000	11.397.714
	2.703.597	4.073.194	11.609.656

As of June 30, 2013, the amount of 8.080.910 Euros refers to security provided to the Direção Geral das Alfândegas under the import clearance of target stocks.

Following loans contracted in 2012, amounting to 29,9 million Euros of which were used about 19,5 million Euros, lying to amortize approximately 8,8 million Euros (see note 17), the Group granted the respective financial institutions real guarantees for mortgages on properties valued at the time of contraction of such funding, approximately 37,8 million Euros.

Taxes Liquidation:

Toyota Caetano Portugal,S.A.

Regarding the tax inspection to the years 2003 and 2004, the additional assessments related with Corporate Income Tax already paid and recognized as expenses in previous years were claimed, amounting to 725.542 Euros, as the Company understands that there are legal reasons for this procedure. During the year of 2010 it has been recovered approximately 218.000 Euros related with this judicial process.

Caetano – Auto, S.A.

Regarding to the tax inspection of the year 2003, an additional Corporate Income tax assessment was received and paid during 2007, amounting to 453.895 Euros, and recorded as an expense in that period, although it was partially judicially claimed by the Company.

Concerning to the tax inspection made to the year 2004, additional tax assessments were received and paid during 2007, amounting to 677.473 Euros, and recorded as an expense in that period, having the Company decided to claim them judicially. Also, in relation with this tax inspection, the Group received a notification from the tax authorities to correct its tax losses that can be carried forward, and that had already been used in prior years, amounting to 354.384 Euros, recorded under "other operating expenses" in previous years.

Litigations in progress

Claim against agency contract termination

The Board of Directors and its legal advisors believe that the arguments presented by a former agent, who claims compensation for the termination of the agency contract, is not in accordance with applicable law and thereby no losses will result to the company, so it was not recorded any provision in the financial statements. The referred agency contract termination was due to breach of contractual obligation.

As of January 2011, the court judgement was concluded with favourable decision to the Group. However, in 2011 the referred former agent made an appeal in order to reopen the case, pending further decision. During 2012, were presented claims and counter-claims of appeal to the Supreme Court.

In 2013, the company was notified of the decision of the Supreme Court having to pay compensation for indirect damage and personal injuries. At this compensation will be deducted amounts receivable and the related interest on a case brought by the company against the agent.

It is conviction of the board that no responsibilities will result for the Group from the end of this process.

Judicial claim against collective dismissal

The board and its legal advisors believe that the collective dismissal process occurred in 2012 is based on strong market, structural and technological reasons. It is conviction of the board that no responsibilities will arise for the Group from the end of this process.

Information related to environmental area

The Group adopts the necessary measures relating to the environment, aiming to fulfil current applicable legislation.

The Toyota Caetano Group Board of Directors does not estimate that there are risks related to the environmental protection and improvement, not having received any infraction related to this matter during the first half of 2014.

End of life vehicles

In September 2000, the European Commission approved a Directive regarding end-of-life vehicles and the responsibility of Producers/Distributors for dismantling and recycling them.

Producers/Distributors will have to support at least a significant part of the cost of the dismantling of vehicles that went to the market after July 1, 2002, as well as in relation to vehicles produced before this date, but presented as of January 1, 2007.

This legislation will impact Toyota vehicles sold in Portugal. Toyota Caetano and Toyota are closely monitoring the development of Portuguese National Legislation in order to access the impact of these operations in its financial statements.

It is our conviction, in accordance with studies performed on the Portuguese market, and taking in consideration the possible usage of the vehicles parts resulting from the dismantlement, that the effective impact of this legislation in the Company accounts will be reduced or nil.

Meanwhile, and according to the legislation in force (Dec./Law 196/2003), the Company signed a contract with “ValorCar – Sociedade de Gestão de Veículos em Fim de Vida, Lda” - a licensed entity for the management of an integrated system of VLF- the transfer of the liabilities in this process.

(Amounts in Euros)

36. EARNINGS PER SHARE

The earnings per share for the six month period ended as of June 30, 2014 and 2013 were computed based on the following amounts:

	Jun-14	Jun-13
Net Income		
Basic	1.806.168	-998.184
Diluted	1.806.168	-998.184
Number of shares	35.000.000	35.000.000
Earnings per share (basic and diluted)	0,052	-0,029

During the six month period ended as of June 30, 2014 and Jun 30, 2013 there were no changes in the number of shares outstanding.

37. FINANCIAL STATEMENTS APPROVAL

The consolidated financial statements were approved by the Board of Directors on August 28th, 2014.

38. EXPLANATION ADDED FOR TRANSLATION

These financial statements are a translation of financial statements originally issued in Portuguese language in accordance with IFRS. In the event of discrepancies, the Portuguese language version prevails.

ADMINISTRATIVE MANAGER

ALEXANDRA MARIA PACHECO GAMA JUNQUEIRA

BOARD OF DIRECTORS

JOSÉ REIS DA SILVA RAMOS - President

MARIA ANGELINA MARTINS CAETANO RAMOS

SALVADOR ACÁCIO MARTINS CAETANO

MIGUEL PEDRO CAETANO RAMOS

TAKESHI NUMA

DANIELE SCHILLACI

RUI MANUEL MACHADO DE NORONHA MENDES

Report and opinion of the Fiscal Council

In accordance with the terms of item g) of Article 420.º of the Companies Code and of the Articles of Association, it competes us to appreciate the report of the management performed and proceed to the general appraisal of the documents and statement of consolidated accounts of TOYOTA CAETANO PORTUGAL, SA, referring to the first semester of 2014 and which were presented to us by the Board of Directors.
In accordance with the assignments conferred to us, during this exercise we proceeded to the follow-up of the evolution of the social business with the frequency and to the extend considered advisable, to the general analysis of the financial procedures and the confirmation by sampling of the respective files.
We have no knowledge of any situation which didn't respect the articles of association and the legal terms applicable.

We analysed the limited revision Report elaborated by the registered auditor in CMVM (Comissao Mercado Valores Mobiliarios) under number 9077, with which we agree.

Thus,

All members of the Board of Auditors of the TOYOTA CAETANO PORTUGAL, SA under the terms of item c) of number 1 of Article 246.º of the Exchange Stock Code, hereby confirm, as far as it is our knowledge, that the information provided in item a) of the above referred article was elaborated according to accounting rules applicable, evidencing a correct and clear image of the assets and liabilities, of the financial highlights and results of Group TOYOTA CAETANO PORTUGAL, SA and that the report of the management clearly shows the business evolution, the performance and the position of the Group, evidencing as well a description of the mains risks and incertitude's to be faced.

In these terms, we believe that the Financial Statements referring to the period ending at 30th June 2014 accurately reflect the result of all operations developed in that same period by the Group Toyota Caetano Portugal, SA.

Vila Nova de Gaia, 28th August 2014

Jose Domingos da Silva Fernandes – President

Alberto Luis Lema Mandim

Akito Takami

Limited Review Report Prepared by Auditor Registered with the Securities Market Commission (CMVM) on the Consolidated Half Year Information

(Free translation from the original in Portuguese)

Introduction

1 In accordance with the Portuguese Securities Market Code (CVM), we present our limited review report on the consolidated financial information for the six-month period ended (30 June 2014 of Toyota Caetano Portugal, S.A. included in the consolidated Directors' Report, consolidated statement of financial position (which shows total assets of Euro 225,436,464 and total shareholders' equity of Euro 131,244,106, including non-controlling interests of Euro 1,639,507 and a net profit of Euro 1,811,382), consolidated income statement by nature, consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the period then ended, and the corresponding notes to the accounts.

2 The amounts in the consolidated financial statements, as well as those in the additional financial information, are derived from the respective accounting records.

Responsibilities

3 It is the responsibility of the Board of Directors: (a) to prepare consolidated financial information which present fairly, in all material respects, the financial position of the companies included in the consolidation, the consolidated results and the consolidated comprehensive income of their operations, the changes in consolidated equity and the consolidated cash flows; (b) to prepare historical financial information in accordance with International Accounting Standard 34 – Interim Financial Reporting as adopted by the European Union and which is complete, true, up-to-date, clear, objective and lawful as required by the CVM; (c) to adopt appropriate accounting policies and criteria; (d) to maintain appropriate systems of internal control; and (e) to disclose any significant matters which have influenced the activity, financial position or results.

4 Our responsibility is to verify the financial information included in the documents referred to above, namely as to whether it is complete, true, up-to-date, clear, objective and lawful, as required by the CVM, for the purpose of issuing an independent and professional report based on our work.

Scope

5 Our work was performed with the objective of obtaining moderate assurance about whether the financial information referred to above is free from material misstatement. Our work was performed in accordance with the Standards and Technical Recommendations issued by the Institute of Statutory Auditors, planned according to that objective, and consisted, primarily, in enquiries and analytical procedures, to review: (i) the reliability of the assertions included in the financial information; (ii) the appropriateness and consistency of the accounting principles used, as applicable; (iii) the applicability, or not, of the going concern basis of accounting; (iv) the presentation of the financial information; (v) as to whether the consolidated financial information is complete, true, up-to-date, clear, objective and lawful.

6 Our work also covered the verification that the consolidated financial information included in the consolidated Directors' Report is consistent with the remaining documents referred to above.

7 We believe that the work performed provides a reasonable basis for the issue of this limited review report on the half year information.

Conclusions

8 Based on the work, which was performed with the objective of obtaining a moderate level of assurance, nothing has come to our attention that leads us to conclude that the consolidated financial information for the six-month period ended 30 June 2014 contain material misstatements that affect its conformity with International Accounting Standard 34 – Interim Financial Reporting as adopted by the European Union and that it is not complete, true, up-to-date, clear, objective and lawful.

Report on other requirements

9 Based on the work, nothing has come to our attention that leads us to believe that the consolidated financial information included in the consolidated Directors' Report is not consistent with the consolidated financial information for the period.

August 28, 2014

PricewaterhouseCoopers & Associados
- Sociedade de Revisores Oficiais de Contas, Lda.
Registered in the Comissão do Mercado de Valores Mobiliários with no. 9077
represented by:

José Pereira Alves, R.O.C.