



MANAGEMENT REPORT & ACCOUNTS

1H22



The consolidated financial information disclosed in this report is based on unaudited financial statements, prepared in accordance with the International Financial Reporting Standards (IAS/IFRS), issued by the International Accounting Standards Board (IASB), as adopted by the European Union.



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I – MANAGEMENT REPORT



1. Main Highlights

Consolidated Turnover increasing 10.6% to 8.7 million euros, with positive contributions from all areas.

EBITDA achieving 30.1 million euros, explained by the capital gain generated with asset sales at Technology area and the improvement of ZOPT equity results.

NOS presenting a robust operational performance in Telco and a continued recovery in cinema activity.

Indirect Results of 19.7 million euros, reflecting a portfolio valuation improvement at Technology area.

Capital Structure remains strong with a net cash position of 222.0 million euros.

2. Sonaecom Consolidated Results

Introductory note:

RESTATEMENTS

Discontinued Operations

In the 1H22, and following the agreement signed with Thales Europe, SA. to sell the entire share capital and voting rights of Maxive – Cybersecurity, SGPS, S.A., which was announced on May 17th, Maxive was considered a discontinued operation.

The 2022 Maxive balance figures were classified as held for sale and all comparative periods were restated to include Maxive results as a discontinued operation in the profit and loss statement.

Telecommunications area, which includes a 50% stake in ZOPT - consolidated through the equity method – which owns 52.15% stake in NOS, presented a semester marked by a continued strength of telco operation and a recovery in Audiovisuals and Cinema activity. The focus on technological leadership and customer experience drove strong operational and financial performance in Telco business. Continued recovery in cinema activity, as a result of the launch of blockbuster movies without the restrictions of social distancing, drove strong revenues in exhibition and movie distribution.

Regarding **Technology** area, 1H22 was a period marked by:

- (i) relevant returns with the exit of CiValue, Beamy and Cellwize and with the cash distribution from Armilar Venture Partners, following the sale of Safetypay; and
- (ii) portfolio expansion with four new investments: Experify and Hackuity, already announced in 1Q, and two new assets in Retail Tech and Digital Infrastructure segments.

Coupled with this evolution on portfolio structure, the semester was also marked by relevant achievements in some portfolio companies, namely in (i) Cybersixgill, with a financing round of 35 million dollars led by More Provident and Pension Funds and REV Venture Partners; (ii) Sales Layer, with a financing round of 25 million dollars led by PeakSpan and (iii) Portainer, that closed a 6.2 million dollar round led by Movac. Bright Pixel participated in all these rounds.



Turnover

Consolidated turnover in 1H22 reached 8.7 million euros, increasing 10.6%, when compared to 1H21. This positive evolution was driven by both Media and Technology area, the latter presenting a growth of 25.5% y.o.y..

Operating costs

Operating costs amounted to 13.4 million euros, 20.5% above 1H21. Employee benefits expenses increased 20.0% and Commercial costs increased 44.4% to 1.4 million euros, mainly driven by the higher Marketing & Sales costs. Other expenses increased 15.4% to 4.8 million euros.

EBITDA

Total EBITDA increased 7.4 million euros to 30.1 million euros, mainly explained by non-recurrent itens and equity results. Non-recurrent itens stood at 17.8 million euros, driven by the capital gains generated with the sale of CiValue, Beamy and Cellwize. Equity results increased to 18.5 million euros, mostly driven by ZOPT contribution which, in turn, depends on NOS net income evolution. Underlying EBITDA stood at negative 4.1 million euros, below the negative 2.7 million euros presented in 1H21.

Net results

Sonaecom's EBIT increased to 29.2 million euros, from 21.9 million euros in 1H21, explained by the higher level of EBITDA. Sonaecom's earnings before tax (EBT) increased from 22.8 million to 31.7 million euros, driven by the higher EBIT and financial results. Indirect results reached 19.7 million euros, positively impacted by portfolio fair value adjustments, specially at Cybersixgill and Sales Layer. The amount of 19.0 million euros in 1H21, was mainly related with the upwards revisions at Armilar Venture Funds. Net results group share stood at 48.1 million euros, above the 39.9 million euros presented in 1H21.

Capital Structure

The net cash position stood at 222.0 million euros, and excluding the decrease generated by the amount of liquidity already allocated to assets held for sale (Maxive) stood 46.8 million euros below the level of December 2021. Excluding leasings, net cash position stood at 229.2 million euros, 52.4 million euros below December 2021 (excluding the impact of cash allocated to assets held for sale), mainly driven by the 12.5 million euros of positive net inflow from investment activity offset by the 59.3 million euros of dividends distribution and the negative operating cash-flow, financials and taxes of 5.9 million euros.

2.1 Telecommunications

NOS operating revenues were 742.0 million euros in 1H22, increasing 9.4% y.o.y.. EBITDA reached 322.2 million euros, increasing 5.1% when compared to 1H21 and representing a 43.4% EBITDA margin. CAPEX excluding leasings, spectrum license & other contractual rights amounted to 244.0 million euros in 1H22, an increase of 21.9% y.o.y. As a consequence of EBITDA and CAPEX evolution, EBITDA- CAPEX decreased 26.5%.

At the end of 1H22, total net debt including leasings and long-term contracts (according to IFRS 16) amounted to 1,670.6 million euros. Net Financial Debt/EBITDA after lease payments (last 4 quarters) stood at 2.15x EBITDA, and with an average maturity of 2.7 years.

NOS published its 1H22 results on 20th July 2022, which are available at www.nos.pt.

During 1H22, NOS share price increased 12.5% from €3.410 to €3.836, whilst PSI20 increased by 8.5%.

Operational Indicators

Operational Indicators ('000)	2Q21	2Q22	Δ 22/21	1Q22	q.o.q.	1H21	1H22	Δ 22/21
Total RGUs	9 999.3	10 523.6	5.2%	10 393.3	1.3%	9 999.3	10 523.6	5.2%
Convergent + Integrated RGUs	5 060.5	5 417.9	7.1%	5 319.6	1.8%	5 060.5	5 417.9	7.1%



Financial indicators

Million euros

NOS HIGHLIGHTS	2Q21	2Q22	Δ 22/21	1Q22	q.o.q.	1H21	1H22	Δ 22/21
Operating Revenues	341.0	368.6	8.1%	373.4	-1.3%	678.5	742.0	9.4%
EBITDA	154.4	162.8	5.4%	159.4	2.1%	306.6	322.2	5.1%
EBITDA margin (%)	45.3%	44.2%	-1.1pp	42.7%	1.5pp	45.2%	43.4%	-1.8pp
Net Income	43.3	44.2	2.0%	41.1	7.5%	73.9	85.3	15.5%
CAPEX excluding Leasings, Spectrum License & Other Contractual Rights	104.1	112.6	8.1%	131.4	-14.3%	200.1	244.0	21.9%
EBITDA-CAPEX excluding Leasings, Spectrum License & Other Contractual Rights	50.3	50.3	0.0%	28.0	79.6%	106.5	78.3	-26.5%

2.2 Technology

The Technology area aims to build and manage a portfolio of technology businesses around retail and telecommunications, as well as cybersecurity, with an international scale. This area currently comprises, alongside with minority stakes, Bright Pixel, Bright Vector I and Bright Tech Innovation funds, three controlled companies – S21Sec and Excellium (together the Maxive Cybersecurity Group) and Inovretail.

Controlled Companies

Maxive Cybersecurity is the strategic holding company that combines two of the leading cybersecurity pure players in Europe and is positioned as one of the largest MSSPs (Managed Security Services Provider) pure players both in terms of business and specialized personnel offering its customers a wide set of services combining best practices and capabilities from both S21sec and Excellium:

S21Sec is a reference multinational MSSP, focused on the delivery of cyber security services and development of proprietary supporting technologies, with a global customer base, leveraging its teams in Spain and Portugal.

Since June 2018, with the integration of Nextel, S21Sec is the most relevant “pure player” (company specializing exclusively in the cybersecurity sector) in Spain and Portugal in terms of turnover and number of cybersecurity experts.

Excellium is a market-leading managed security services provider from Luxembourg, with presence in Belgium and counting with more than 100 experts.

The significant European scale and cross-country presence of this group of cybersecurity companies will be key to address the increasingly challenging needs of all organizations and specially the requirements of those large and multi-national companies operating in the European space, while ensuring agile and fast response from specialized teams close to the customer.

InovRetail is a retail innovation company that provides data science solutions and digital tools that deliver quantifiable insights and actionable recommendations with direct and sustainable impact on retailer's key metrics. The company's main product is the Staff Empowerment Solution, a SaaS based solution that help retailers in three key areas like Sales Performance Enhancement, Customer Experience Optimisation and Advanced Planning & Scheduling. Currently, the company is launching a new omnichannel solution to create a fully personalized shopping experience.



Minority Stakes (non-exhaustive)

Armilar Venture Funds are the 3 Venture Capital funds in which Bright Pixel owns participation units acquired to Novo Banco. With this transaction, concluded in December 2016, Bright Pixel reinforced its portfolio with sizeable stakes in leading edge companies such as Outsystems and Feedzai, both consistently presenting meaningful and sustainable levels of growth.

Arctic Wolf, a US based company, is a global pioneer in the SOC-as-a-Service market with cutting-edge managed detection and response (MDR), which provides a unique combination of technology and services for clients to quickly detect and contain threats. Bright Pixel, jointly with US technology investors Lightspeed Venture Partners and Redpoint, entered in the company's cap table in 2017 in a series B round. Since then, the Company closed a 45 million dollars series C round in 2018, a 60 million dollars Series D round at the end of 2019, a 200 million dollars Series E round in October 2020 funding at a valuation of 1.3 billion dollars and, in 2021, a 150 million dollars, held by existing and new investors, at an underlying valuation of 4.3 billion dollars.

StyleSage is a strategic analytics SaaS platform that helps fashion, home and beauty retailers and brands with critical pre, in and post season decisions globally. Every day, StyleSage pulls product data from competitors' ecommerce websites from around the world. Then, with groundbreaking technology in machine learning and visual recognition, StyleSage cleans, organizes, and analyzes the massive amounts of collected data into a cloud-based dashboard that empowers brands and retailers to make informed, data-driven decisions in areas such line planning, markdown optimization, and global expansion.

Ometria is a London based AI powered customer marketing platform with the vision to become the central hub that powers all the communication between retailers and their customers. This investment was done by Bright Pixel in the Series A round, alongside several strategic investors (including Summit Action, the US VC fund of the Summit Series) and was reinforced during series B and C rounds.

Reblaze is an Israeli company that provides proprietary security technologies in a unified platform, shielding assets from threats found on the Internet. The company raised a Series A round in which Bright Pixel led jointly with JAL Ventures and Data Point Capital.

Visenze is a Singapore-based company that delivers intelligent image recognition solutions that shorten the path to action as consumers search and discover on the visual web. Retailers use ViSenze to convert images into immediate product search opportunities, improving conversion rates. Media companies use ViSenze to turn any image or video into an engagement opportunity, driving incremental revenue. Bright Pixel co-led, with Gobi Partners, a 20 million dollars Series C round to enable the artificial intelligence company to further invest in its penetration among smartphone manufacturers, as well as with consumer and social communication applications.

Daisy Intelligence is an AI-powered platform for retail merchandising teams focused on optimizing promotional product and price mixes for dramatically improved business results. Bright Pixel partnered with Framework Venture Partners invested in a 10 million canadian dollars (circa 7 million euros) series A round.

Nextail is a Spanish company that has developed a cloud-based platform that combines artificial intelligence and prescriptive analytics to upgrade retailers' inventory management processes and store operations. The company raised a 10 million dollars Series A round led by London and Amsterdam based venture capital firm KEEN Venture Partners LLP ("KEEN"), together with Bright Pixel and existing investor Nauta Capital. The new financing was to be used to accelerate product development and double the size of the team, as it grows internationally.

Cybersixgill is a market leader in deep and dark web cyber threat intelligence. The company helps Fortune 500 companies, financial institutions, governments, and law enforcement agencies protect their finances, networks and reputations from cyberthreats that lurk in the deep, dark and surface webs. The advanced cyber threat intelligence platform automates all phases of the intelligence cycle — collection, analysis and dissemination of data — providing organizations with unparalleled information and actionable insights to protect their various assets in the ever-evolving cyber threatscape. Bright Pixel co-led its series B 15 million dollars round and participated in its new 35 million dollar round raised in 2022 led by More Provident and Pension Funds and REV Venture Partners.

IriusRisk (previously named Continuum Security) is a Spanish based company with an application security platform to address vulnerabilities early in the development process. In order to realise their international growth plans, the company has raised an investment round of 1.5 million euros, which was led by Swanlaab Venture Factory and joined by JME Venture Capital and Bright Pixel. In September 2020, the company raised a series A round of 6.7 million dollars participated by Paladin, 360 CP, Swanlaab JME Venture Capital and Bright Pixel.



Jscrambler is a Portuguese startup that develops a security solution to protect Web and Mobile Applications (Javascript code). In 2018, the company raised a 2.3 million dollars in a financing round that was led by Bright Pixel with the co-investment of Portugal Ventures. In 2021, the Company raised 10 million euros in a series A with the participation of Ace Capital Partners.

Probe.ly, having started as an internal project of Bright Pixel, won the *Caixa Capital Empreender Award 2017*, has stepped from MVP (Minimum Valuable Product) to an independent Web Application Security startup.

Sales Layer is a Spanish based company with a cloud-based Product Information Management (PIM) platform, helping brands and retailers to transform their catalogs into a digital, enriched and multichannel control center. Bright Pixel led its series A round and recently participated in its series B round.

Deepfence is a leading US-based cloud-native workload protection platform that aims to provide a unified security platform for kubernetes, virtual machines and serverless workloads. Deepfence ensures business continuity in the face of persistent threats by detecting and disrupting sophisticated attacks targeting cloud-native technologies, the “glue” that keeps the current world connected. Deepfence raised 9.5 million dollars in Series A financing led by AllegisCyber, with participation from Bright Pixel, and existing investor Chiratae Ventures.

Weaveworks is a US company that helps teams to adopt cloud native computing, managing cloud native infrastructure and applications quickly, reliably and at scale. Weaveworks raised a 36.65 million dollars Series C funding round led by some of the world's leading public cloud and telecommunications companies, including first-time investors Amazon Web Services (AWS), Ericsson, Orange Ventures, Bright Pixel and Telekom Investment Pool (TIP). The round also included follow-on investments from Accel, GV, and Redline Capital.

Sellforte, based in Helsinki, Finland, is a SaaS platform for Retailers, Brands and Telcos, which uses proprietary data science and AI to measure the effectiveness of online and offline marketing investments.

Portainer.io, based in New Zealand, is one of the most popular container management platforms globally. Portainer's universal tool unleashes the power of containerized applications for everyone.

Citcon, is a US-based leading mobile wallet payment provider with a fintech platform that enables seamless global commerce at scale by connecting the world's businesses with more than 100+ mobile wallets, local and alternative payment methods. Citcon raised 30 million dollars in Series C financing led by Norwest Venture Partners and Cota Capital with the participation of Bright Pixel and Sierra Venture.

Safebreach, pioneer in the Breach and Attack Simulation (BAS) market, is the world's most widely used continuous security validation platform. The patented platform automatically and safely executes thousands of attack methods to validate network, endpoint, cloud, container and email security controls against its Hacker's Playbook™, the world's largest collection of attack data broken down by methods, tactics and threat actors. SafeBreach raised 53.5 million dollars in Series D funding, led by Bright Pixel and Israel Growth Partners (IGP), with additional participation from Sands Capital, Bank Leumi and ServiceNow.

Experify, is the first platform to enable a truly authentic product review experience by connecting prospective buyers with purchasers. Experify raised 4 million dollars seed round, led by Vertex Ventures US, with the participation of Bright Pixel and the Berkeley SkyDeck Fund.

Hackuity, is a risk-based vulnerability management solution that empowers cybersecurity teams and leaders to comprehensively collect, prioritize, and remediate security weaknesses before they can be exploited by their adversaries. Hackuity raised a 12 million euros funding round, led by Bright Pixel with the participation of previous investor Caisse des Dépôts.

2.3 Media

Público, a reference Portuguese speaking news organization focused on a digital strategy that combines quality of journalism with an innovative and digital image, continued to reinforce its digital presence and the value of its brand in the advertising market. During the first months of the year, besides the leader position on the daily Portuguese newspapers, Público achieved the leadership position on the digital subscription market. The positive performance of online subscriptions, newspaper and advertising sales, translated into an overall 10.2% revenue increase, when compared to 1H21.



3. Appendix

Consolidated income statement

Million euros

CONSOLIDATED INCOME STATEMENT	2Q21 R	2Q22	Δ 22/21	1Q22 R	q.o.q.	1H21 R	1H22	Δ 22/21
Turnover	4.4	5.0	15.6%	3.7	36.4%	7.9	8.7	10.6%
Services Rendered	2.5	3.3	31.6%	2.2	54.4%	4.5	5.5	22.2%
Sales	1.8	1.7	-6.9%	1.5	10.7%	3.4	3.2	-4.8%
Other Income	0.3	0.3	-10.0%	0.2	47.9%	0.6	0.5	-6.9%
Operating Costs	6.1	7.5	22.9%	5.8	28.9%	11.1	13.4	20.5%
Employee Benefits Expenses	3.2	3.9	20.4%	3.3	16.7%	6.0	7.2	20.0%
Commercial Costs ⁽¹⁾	0.6	1.0	68.3%	0.4	147.0%	1.0	1.4	44.4%
Other Expenses ⁽²⁾	2.3	2.6	14.7%	2.1	25.3%	4.1	4.8	15.4%
EBITDA	18.2	20.7	13.8%	9.5	118.5%	22.7	30.1	32.6%
Underlying EBITDA ⁽³⁾	-1.4	-2.2	-53.2%	-1.9	-12.7%	-2.7	-4.1	-55.2%
Non recurrent itens	10.8	14.5	34.4%	3.3	-	10.8	17.8	65.1%
Equity method ⁽⁴⁾	10.7	9.6	-9.8%	8.9	8.4%	17.6	18.5	5.3%
Discontinued Operations ⁽⁵⁾	-1.9	-1.3	32.1%	-0.8	-63.1%	-3.0	-2.0	31.3%
Underlying EBITDA Margin (%)	-33.0%	-43.7%	-10.7pp	-52.8%	9.2pp	-33.9%	-47.5%	-13.7pp
Depreciation & Amortization	0.4	0.5	21.9%	0.5	-2.8%	0.8	0.9	14.8%
EBIT	17.8	20.2	13.6%	9.0	124.9%	21.9	29.2	33.3%
Net Financial Results	0.5	1.9	-	0.6	-	0.9	2.5	180.9%
Financial Income	-0.2	2.0	-	0.7	169.6%	0.4	2.7	-
Financial Expenses	-0.6	0.1	-	0.2	-51.7%	-0.5	0.2	-
EBT	18.3	22.1	21.1%	9.6	131.2%	22.8	31.7	38.9%
Tax results	-3.0	-3.9	-30.8%	-0.1	-	-2.7	-4.0	-47.3%
Direct Results	15.3	18.2	19.2%	9.5	91.8%	20.1	27.7	37.8%
Indirect Results⁽⁶⁾	13.6	8.6	-36.6%	11.1	-22.5%	19.0	19.7	3.6%
Net Income	28.8	26.8	-7.0%	20.6	30.2%	39.1	47.4	21.2%
Group Share	29.4	27.2	-7.3%	20.9	30.5%	39.9	48.1	20.3%
Attributable to Non-Controlling Interests	-0.6	-0.4	22.9%	-0.3	-51.6%	-0.9	-0.7	17.6%

R - Restated according with introductory note;

(1) Commercial Costs = COGS + Mktg & Sales Costs;

(2) Other Expenses = Outsourcing Services + G&A + Provisions + others;

(3) Includes the businesses fully consolidated by Sonaecom;

(4) Includes the 50% holding in Unipress, the 50% holding in SIRS, the 50% holding in ZOPT and the 21.21% holding in Probe.ly;

(5) Includes Bizdirect contributions;

(6) Includes equity method and fair value adjustments related with AVP funds and other minority stakes, net of taxes.



Consolidated balance sheet

Million euros

CONSOLIDATED BALANCE SHEET

	2Q21 R	2Q22	Δ 22/21	1Q22 R	q.o.q.	1H21 R	1H22	Δ 22/21
Total Net Assets	1 231.9	1 309.8	6.3%	1 338.0	-2.1%	1 231.9	1 309.8	6.3%
Non Current Assets	955.9	985.8	3.1%	985.5	0.0%	955.9	985.8	3.1%
Tangible and Intangible Assets and Rights of Use	18.0	7.2	-60.1%	18.6	-61.5%	18.0	7.2	-60.1%
Goodwill	14.5	1.2	-92.0%	14.5	-92.0%	14.5	1.2	-92.0%
Investments	900.6	958.8	6.5%	930.6	3.0%	900.6	958.8	6.5%
Deferred Tax Assets	16.3	11.9	-26.7%	15.8	-24.5%	16.3	11.9	-26.7%
Others	6.6	6.7	1.8%	5.9	13.2%	6.6	6.7	1.8%
Current Assets	256.0	265.0	3.5%	352.5	-24.8%	256.0	265.0	3.5%
Trade Receivables	11.1	3.2	-71.5%	12.0	-73.7%	11.1	3.2	-71.5%
Liquidity	221.7	229.2	3.4%	309.5	-25.9%	221.7	229.2	3.4%
Others	23.2	32.7	40.8%	31.0	5.4%	23.2	32.7	40.8%
Assets held for sale	20.0	59.1	195.7%	-	-	20.0	59.1	195.7%
Shareholders' Funds	1 124.1	1 198.7	6.6%	1 230.2	-2.6%	1 124.1	1 198.7	6.6%
Group Share	1 111.9	1 191.3	7.1%	1 222.3	-2.5%	1 111.9	1 191.3	7.1%
Non-Controlling Interests	12.2	7.4	-39.4%	7.9	-6.3%	12.2	7.4	-39.4%
Total Liabilities	107.8	111.1	3.1%	107.8	3.1%	107.8	111.1	3.1%
Non Current Liabilities	42.8	48.0	12.2%	52.9	-9.1%	42.8	48.0	12.2%
Loans	1.6	0.0	-100.0%	1.0	-100.0%	1.6	0.0	-100.0%
Provisions	0.7	0.5	-22.3%	0.6	-14.4%	0.7	0.5	-22.3%
Others	40.5	47.5	17.2%	51.2	-7.3%	40.5	47.5	17.2%
Current Liabilities	50.4	28.9	-42.7%	55.0	-47.5%	50.4	28.9	-42.7%
Loans	2.8	0.0	-	3.7	-	2.8	0.0	-
Trade Payables	8.6	1.1	-87.5%	10.4	-89.6%	8.6	1.1	-87.5%
Others	39.0	27.8	-28.8%	40.9	-32.0%	39.0	27.8	-28.8%
Liabilities directly associated with the assets held for sale	14.6	34.2	135.2%	-	-	14.6	34.2	135.2%
Operating CAPEX ⁽¹⁾	0.1	0.3	-	0.5	-35.7%	0.5	0.8	57.2%
Operating CAPEX as % of Turnover	2.3%	6.5%	4.1pp	13.7%	-7.3pp	6.7%	9.5%	2.8pp
Total CAPEX	1.9	18.2	-	8.9	104.3%	5.2	27.1	-
Underlying EBITDA - Operating CAPEX	-1.5	-2.5	-64.2%	-2.5	-2.7%	-3.2	-5.0	-55.6%
Gross Debt	17.4	7.2	-58.7%	17.0	-57.8%	17.4	7.2	-58.7%
Net Debt	-204.3	-222.0	-8.7%	-292.4	24.1%	-204.3	-222.0	-8.7%

R - Restated according with introductory note;

(1) Operating CAPEX excludes Financial Investments.

Consolidated levered FCF

Million euros

LEVERED FREE CASH FLOW

	2Q21 R	2Q22	Δ 22/21	1Q22 R	q.o.q.	1H21 R	1H22	Δ 22/21
Underlying EBITDA-Operating CAPEX	-1.5	-2.5	-64.2%	-2.5	-2.7%	-3.2	-5.0	-55.6%
Change in WC	6.9	7.4	6.7%	15.7	-53.0%	5.4	23.1	-
Non Cash Items & Other	-2.6	-2.0	22.8%	-15.7	87.1%	-2.6	-17.7	-
Operating Cash Flow	2.8	2.8	2.7%	-2.4	-	-0.3	0.4	-
Investments	34.3	-12.4	-	24.9	-	31.5	12.5	-60.2%
Financial results	1.6	-0.9	-	3.8	-	2.0	2.8	44.9%
Income taxes	-6.4	-4.7	26.6%	-4.5	-4.4%	-6.0	-9.1	-52.6%
FCF⁽¹⁾	32.3	-15.1	-	21.8	-	27.1	6.6	-75.5%

R - Restated according with introductory note;

(1) FCF Levered after Financial Expenses but before Capital Flows and Financing related up-front Costs.



4. Qualified Shareholdings

In compliance with the Article 9º, Paragraph 1, subparagraph c) of the Securities and Exchange Commission Regulation nº 05/2008, and according to the notifications received by the Company, the qualified shareholdings representing at least 2% of the share capital of Sonaecom, SGPS, S.A., indicating the number of shares held and the percentage of voting rights, calculated in accordance with article 20 of the Portuguese Securities Code, on 30 June 2022, are described as follows:

Shareholder	Number of shares	% of Share capital	% Share capital and voting rights*	% of exercisable voting rights**
Efanor Investimentos, SGPS, S.A. ⁽¹⁾	275,086,083	88.36%	88.36%	89.97%
Sontel BV (company controlled by Sonae SGPS)	194,063,119	62.33%	62.33%	63.47%
Sonae - SGPS, S.A. (company controlled by Efanor SGPS, S.A.)	81,022,964	26.02%	26.02%	26.50%
Discerene Group LP	8,694,396	2.79%	2.79%	2.84%

(1) Sonaecom SGPS, S.A. is a company indirectly controlled by Efanor Investimentos SGPS, SA ('Efanor'), as Efanor indirectly controls Sonae SGPS, SA and Sontel BV. With effects as from 29th November 2017, Efanor ceased to have a controlling shareholder, under the terms of articles 20º and 21º of the Portuguese Securities Code.

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

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



5. Statement of the Board of Directors

In compliance with Article 246º, Paragraph 1, subparagraph c) of the Portuguese Securities Code, the signatories individually declare that, to their knowledge, the Condensed Financial Statements and the mid-term Management Report referring to the first half of 2022 were prepared meeting the standards of the applicable, giving a truthful (fairly) and appropriate image, in all material respects, of the assets and liabilities, financial position and the results of the issuer and that the mid-term Management Report faithfully describes the business evolution and position of the issuer and of the companies included in the consolidation perimeter for the first six months of 2022 and contains a description of the major risks and uncertainties with which they are confronted.

The Board of Directors,

Ângelo Gabriel Ribeirinho dos Santos Paupério

Maria Cláudia Teixeira de Azevedo

João Pedro Magalhães da Silva Torres Dolores

Eduardo Humberto dos Santos Piedade

Cristina Maria de Araújo Freitas Novais



II – FINANCIAL STATEMENTS

6. Condensed Financial Information

6.1. Sonaecom condensed consolidated financial statements

Condensed consolidated statement of financial position

For periods ended on 30 June 2022 and 31 December 2021

(Amounts expressed in Euro)	Notes	June 2022 (not audited)	December 2021
Assets			
Non-current assets			
Property, plant and equipment		839,764	1,914,103
Intangible assets		2,570,842	7,409,063
Right of use		3,762,006	9,149,777
Goodwill		1,165,721	14,520,952
Investments in joint ventures and associated companies	6	753,777,775	767,681,204
Financial assets at fair value through other comprehensive income	7	8,107,561	7,998,756
Financial assets at fair value through profit or loss	8	196,874,986	158,924,575
Deferred tax assets		11,942,040	15,954,811
Other non-current assets		6,709,725	7,132,346
Total non-current assets		985,750,420	990,685,587
Current assets			
Inventories		315,908	229,658
Trade receivables		3,159,034	14,484,834
Other receivables		28,165,981	7,673,126
Income tax assets		3,055,457	1,500,778
Other current assets		1,119,769	12,952,648
Cash and cash equivalents		229,201,548	289,333,311
Total current assets		265,017,697	326,174,355
Assets held for sale	9	59,060,316	-
Total assets		1,309,828,433	1,316,859,942
Shareholders' funds and liabilities			
Shareholders' funds			
Share capital		230,391,627	230,391,627
Own shares		(7,686,952)	(7,686,952)
Reserves and retained earnings		920,531,581	852,439,043
Consolidated net income/(loss) for the period		48,071,368	120,725,659
		1,191,307,624	1,195,869,377
Non-controlling interests		7,398,231	10,945,381
Total Shareholders' funds		1,198,705,855	1,206,814,758
Liabilities			
Non-current liabilities			
Loans		-	1,277,194
Lease liabilities		5,615,865	9,579,107
Provisions		536,639	554,386
Deferred tax liabilities		41,437,478	44,742,126
Other non-current liabilities		432,748	543,792
Total non-current liabilities		48,022,730	56,696,605
Current liabilities			
Loans		-	2,977,614
Trade payables		1,075,134	12,065,852
Lease liabilities		1,576,414	3,209,810
Other payables		18,526,701	11,634,825
Income tax liabilities		-	4,781
Other current liabilities		7,700,640	23,455,697
Total current liabilities		28,878,889	53,348,579
Liabilities directly associated with the assets held for sale		34,220,959	-
Total Liabilities		111,122,578	110,045,184
Total Shareholders' funds and liabilities		1,309,828,433	1,316,859,942

The notes are an integral part of the condensed consolidated financial statements.

The Certified Accountant

The Board of Directors

Condensed consolidated income statement by nature

For periods of 6 months ended on 30 June 2022 and 2021 (restated – note 3)

(Amounts expressed in Euro)	Notes	June 2022 (not audited)	June 2021 (not audited and restated)
Sales	10	3,208,810	3,371,534
Services rendering	10	5,510,701	4,509,720
Other income		525,246	564,207
		9,244,757	8,445,461
Cost of sales		(502,228)	(570,407)
External supplies and services		(5,270,675)	(4,300,196)
Employee benefits expense		(7,125,805)	(7,565,779)
Amortisation and depreciation		(934,544)	(813,788)
Provisions		(237,763)	(133,292)
Other expenses		(159,688)	(94,992)
		(14,230,703)	(13,478,454)
Gains and losses in joint ventures and associated companies	6	16,128,072	41,265,897
Gains and losses on assets at fair value through profit or loss	8	41,297,761	13,499,571
Financial expenses		(153,504)	(240,439)
Financial income		2,618,900	1,117,985
Current income / (loss)		54,905,283	50,610,021
Income taxation		(5,525,418)	(8,585,310)
Consolidated net income/(loss) for the period of continued operations		49,379,865	42,024,711
Consolidated net income/(loss) for the period of discontinued operations		(2,028,024)	(2,953,327)
Consolidated net income/(loss) for the period		47,351,841	39,071,384
Attributed to:			
Shareholders of parent company		48,071,368	39,945,124
Non-controlling interests		(164,174)	(77,761)
Non-controlling interests (discontinued operations)		(555,353)	(795,979)
Earnings per share			
Including discontinued operations			
Basic		0.16	0.13
Diluted		0.16	0.13
Excluding discontinued operations			
Basic		0.16	0.14
Diluted		0.16	0.14

The notes are an integral part of the condensed consolidated financial statements.

The Certified Accountant

The Board of Directors

Condensed consolidated statement of comprehensive income

For periods of 6 months ended on 30 June 2022 and 2021

(Amounts expressed in Euro)	Notes	June 2022 (not audited)	June 2021 (not audited)
Consolidated net income / (loss) for the period		47,351,841	39,071,384
Components of other consolidated comprehensive income, net of tax, that will be reclassified subsequently to profit or loss:			
Changes in reserves resulting from the application of equity method	6	5,206,274	445,428
Changes in currency translation reserve and other		(1,995)	(66,414)
Components of other consolidated comprehensive income, net of tax, that will not be reclassified subsequently to profit or loss:			
Changes in reserves resulting from the application of equity method	6	(1,463,329)	(419,547)
Changes in fair value of financial assets at fair value through other comprehensive income net of taxes	7	122,339	193,272
Other consolidated net income / (loss) for the period		3,863,289	152,739
Consolidated comprehensive income for the period		51,215,130	39,224,123
Attributed to:			
Shareholders of parent company		51,935,120	40,090,766
Non-controlling interests		(719,990)	(866,643)

The notes are an integral part of the condensed consolidated financial statements.

The Certified Accountant

The Board of Directors



Condensed consolidated statement of changes in equity

For periods of 6 months ended on 30 June 2022 and 2021

			Reserves							
(Amounts expressed in Euro)	Share capital	Own shares	Share premium	Legal reserves	Reserves of own shares	Other reserves	Total reserves	Non-controlling interests	Net income / (loss)	Total
2022										
Balance on 31 December 2021	230,391,627	(7,686,952)	775,290,377	20,837,737	7,686,952	48,623,977	852,439,043	10,945,381	120,725,659	1,206,814,758
Appropriation of the consolidated net result of 2021										
Transfers to other reserves	-	-	-	2,327,148	-	118,398,511	120,725,659	-	(120,725,659)	-
Dividend Distribution	-	-	-	-	-	(59,319,190)	(59,319,190)	-	-	(59,319,190)
Percentage change in subsidiaries	-	-	-	-	-	2,764,260	2,764,260	(2,764,260)	-	-
Consolidated comprehensive income for the period ended on 30 June 2022	-	-	-	-	-	3,863,752	3,863,752	(719,990)	48,071,368	51,215,130
Other changes	-	-	-	-	-	58,057	58,057	(62,900)	-	(4,843)
Balance on 30 June 2022	230,391,627	(7,686,952)	775,290,377	23,164,885	7,686,952	114,389,367	920,531,581	7,398,231	48,071,368	1,198,705,855
2021										
Balance on 31 December 2020	230,391,627	(7,686,952)	775,290,377	20,683,925	7,686,952	14,928,257	818,589,511	13,080,206	60,125,890	1,114,500,282
Appropriation of the consolidated net result of 2020										
Transfers to other reserves	-	-	-	153,812	-	59,972,078	60,125,890	-	(60,125,890)	-
Dividend Distribution	-	-	-	-	-	(29,659,596)	(29,659,596)	-	-	(29,659,596)
Consolidated comprehensive income for the period ended on 30 June 2021	-	-	-	-	-	145,642	145,642	(866,643)	39,945,124	39,224,123
Other changes	-	-	-	-	-	14,941	14,941	(97)	-	14,844
Balance on 30 June 2021	230,391,627	(7,686,952)	775,290,377	20,837,737	7,686,952	45,401,323	849,216,389	12,213,466	39,945,124	1,124,079,654

The notes are an integral part of the condensed consolidated financial statements.

The Certified Accountant

The Board of Directors



Condensed consolidated cash flow statement

For periods of 6 months ended on 30 June 2022 and 2021

(Amounts expressed in Euro)	June 2022 (not audited)	June 2021 (not audited)
Operating activities		
Receipts from trade debtors	37,774,768	59,714,251
Payments to trade creditors	(20,940,326)	(36,761,798)
Payments to employees	(25,583,468)	(26,582,492)
Cash flows generated by operations	(8,749,026)	(3,630,039)
Payments / receipts relating to income taxes	(461,622)	(149,890)
Other receipts / payments relating to operating activities	1,703,837	(3,463,333)
Cash flows from operating activities (1)	(7,506,811)	(7,243,262)
Investing activities		
Receipts from:		
Financial investments	6,105,767	36,417,920
Tangible assets	17,144	25,289
Dividends	12	50
Interest and similar income	609,318	290,759
Other	33,899,479	918,548
Payments for:		
Financial investments	(26,180,432)	(3,256,335)
Tangible assets	(308,565)	(285,037)
Intangible assets	(456,114)	(220,576)
Cash flows from investing activities (2)	13,686,609	33,890,618
Financing activities		
Receipts from:		
Loans obtained	801,225	1,359,950
Payments for:		
Leasing	(1,850,325)	(1,882,938)
Interest and similar expenses	(145,228)	(22,420)
Dividends	(59,319,190)	(29,659,595)
Loans obtained	(663,301)	(678,710)
Cash flows from financing activities (3)	(61,176,819)	(30,883,713)
Net cash flows (4)=(1)+(2)+(3)	(54,997,021)	(4,236,357)
Effect of the foreign exchanges	(574)	9,887
Effect of the assets and liabilities held for sale (Note 9)	(5,134,168)	(7,789,491)
Cash and cash equivalents at the beginning of the period	289,333,311	233,707,494
Cash and cash equivalents at the end of the period	229,201,548	221,691,533

The notes are an integral part of the condensed consolidated financial statements.

The Certified Accountant

The Board of Directors



6.2. Notes to the condensed consolidated financial statements of Sonaecom

1. Introductory note

SONAECDM, SGPS, S.A. (hereinafter referred to as 'the Company' or 'Sonaecom') was established on 6 June 1988, under the name Sonae – Tecnologias de Informação, S.A. and has its head office at Lugar de Espido, Via Norte, Maia – Portugal. It is the parent company of the Group of companies listed in note 4 and 5 ('the Group').

On 1 June 2000, the company was admitted to trading on Euronext Lisbon, however, with effect from 24 February 2014, it was excluded from the PSI-20.

Sonaecom SGPS, S.A. is owned directly by Sontel BV and Sonae SGPS, SA and Efanor Investimentos SGPS, S.A. is the ultimate controlling company.

In addition to the holding activity, the Group's businesses essentially consist of media and technology activities. The Group operates in Portugal and has subsidiaries from the information systems consultancy segment operating in about 4 countries.

The condensed consolidated financial statements are presented in euros, rounded to the unit, except when were referred, being the Group's main currency. Foreign currency transactions are translated into the functional currency of each entity at the exchange rate on the date of the transaction. The financial statements of subsidiaries with another currency have been converted into euros using the average exchange rates at the reporting date.

2. Main accounting policies and basis of presentation

The condensed consolidated financial statements for the period ended on 30 June 2022, were prepared in accordance with IAS 34 - Interim Financial Reporting. Consequently, these financial statements do not include all the information required by the International Financial Reporting Standards ('IFRS'), so they should be read with the consolidated financial statements for the year end on 31 December 2021. The accounting policies and measurement criteria, adopted by the Group on 30 June 2022 are consistent with those used in the preparation of 31 December 2021 financial statements, except for the calculation of tax on the period, in accordance with IAS 34.

The condensed consolidated financial statements of Sonaecom Group were prepared on the assumption of continuity of operations, based on the books and accounting records of the companies included in the consolidation, which were prepared in accordance with the International Financial Reporting Standards ('IFRS') as adopted and effective in the European Union and, based on historical cost, except for the revaluation of certain financial instruments.

3. Change in accounting policies and comparability of consolidated financial statements

During the period there were no changes in accounting policies, except for the adoption of new standards whose application became effective on 1 January 2022 which had no material impact on the Group's condensed financial statements.

The following standards, interpretations, amendments and revisions have been approved (endorsed) by the European Union, and have mandatory application to the financial periods beginning on or after 1 January 2022 and were first adopted in the period ended on 30 June 2022:

- Amendment to IFRS 3 - Reference to the Conceptual framework: This amendment updates the references to the Conceptual Framework without changing the accounting requirements for business combinations.
- Amendment to IAS 16 - Proceeds before intended use: This amendment changes the accounting treatment of the proceeds obtained from the sale of products that resulted from the production test phase of property, plant and equipment, prohibiting their deduction to the acquisition cost of assets.



- Amendment to IAS 37 - Onerous Contracts – Cost of Fulfilling a Contract: This amendment specifies that when assessing whether a contract is onerous or not. Only expenses directly related to the performance of the contract can be considered.
- Annual Improvements 2018 – 2020 - provides improvements to: IFRS 1 (Subsidiary as first-time IFRS adopter), IFRS 9 (Derecognition of liabilities), IFRS 16 (Leasing incentives) and IAS 41 (Taxation and measurement of fair value). This amendment is applied prospectively.

The Group concluded that the application of these standards didn't produce materially relevant impacts on financial statements.

The following standards, interpretations, amendments and revisions, with mandatory application in future financial periods, have, until 30 June 2022, been approved ('endorsed') by the European Union:

- Amendments to IAS 1 - Presentation of Financial Statements and IFRS Practice Statement 2: The changes require companies to disclose their material accounting policy information instead of their significant accounting policies. The amendments to the practical file of IFRS 2 provide guidance on how to apply the concept of materiality to accounting policy disclosures.
- Amendments to IAS 8 - Accounting policies, Changes in Accounting Estimates and Error: The changes clarify how companies should differentiate changes in accounting policies from changes in accounting estimates.
- IFRS 17- Insurance contracts: This new standard replaces IFRS 4 which becomes mandatory since 2004. IFRS 17 apply to all entities issuing insurance contracts, reinsurance contracts and investment contracts with discretionary participation characteristics.

The Group did not apply any of these standards in early application in the financial statements for the year ended on 30 June 2022.

The following standards, interpretations, amendments and revisions were not, until 30 June 2022, approved ('endorsed') by the European Union:

- Amendments to IAS 1 - Classification of Liabilities as Current or Non-current: This amendment intends to clarify that liabilities are classified as either current or non-current balances depending on the rights that an entity has to defer its payment, at the end of each reporting period.
- Amendments to IAS 12 - Income Taxes: Deferred Tax related to Assets and Liabilities arising from a single transaction: This amends will require that the companies record deferred tax on certain specific transactions, when their initial recognition originated equal amounts of taxable temporary differences and deductible temporary differences.
- Amendments to IFRS 17 - Insurance contracts: Initial Application of IFRS 17 and IFRS 9 – Comparative Information This amendment only applies to insurance entities in their transition to IFRS 17, allowing the adoption of an "overlay" in the classification of a financial asset for which the insurance company does not apply retrospectively, within the scope of IFRS 9.



To ensure the comparability of the financial statements, the condensed consolidated financial statements for the period ended on 30 June 2021 were restated by the effects described below:

Restatement of consolidated financial statements

In the period ended on 30 June 2022, following the agreement signed with Thales Europe, S.A. for the sale of the entire share capital and voting rights of Maxive – Cybersecurity, SGPS, S.A., announced on 17 May, Maxive (72.03% held by Bright Pixel, 10.68% by Nexthold, S.L., 7.88% by Pragmail Conseil, S.A. and 7.88% by Vincens, S.A.), was considered a discontinued operating unit.

According to IFRS 5, the 2022 assets and liabilities of Maxive and subsidiaries were classified as held for sale. In the Consolidated Income Statements by nature, the net income/(loss) for the period ended on 30 June 2021 has been classified as 'Net income/(loss) for the period of discontinued operations' and the comparative period was restated to reflect a single item, on the face of the income statement, the after-tax profit or loss of discontinued operations.

The impacts of restating the consolidated accounts in accordance with the changes described above for the period ended on 30 June 2021 can be summarised as follows:

(Amounts expressed in Euro)	June 21 (reported)	Restatement of Maxive's contribution to discontinued units	June 21 (restated)
INCOME STATEMENT			
Total Revenues	36,807,422	(28,361,961)	8,445,461
Cost of sales	(6,713,916)	6,143,509	(570,407)
External supplies and services	(10,593,402)	6,293,206	(4,300,196)
Employee benefits expense	(22,631,081)	15,065,302	(7,565,779)
Depreciation and amortisation	(3,719,464)	2,905,676	(813,788)
Provisions	(133,292)	-	(133,292)
Impairment losses	(107,926)	107,926	-
Other expenses	(474,406)	379,414	(94,992)
Financial expenses	(866,068)	625,629	(240,439)
Financial income	1,103,485	14,500	1,117,985
Gains and losses in joint ventures and associated companies (note 6)	41,265,897	-	41,265,897
Gains and losses on assets at fair value through profit or loss (note 8)	13,499,571	-	13,499,571
Income taxation	(8,234,617)	(350,693)	(8,585,310)
Consolidated net income/(loss) for the period of continued operations	39,202,203	2,822,508	42,024,711
Consolidated net income/(loss) for the period of discontinued operations	(130,819)	(2,822,508)	(2,953,327)
Non-controlling interests	(841,035)	763,274	(77,761)
Non-controlling interests (discontinued operations)	(32,705)	(763,274)	(795,979)

4. Companies included in the consolidation

Group companies included in the consolidation through full consolidation method, their head offices, main activities, shareholders and percentage of share capital held on 30 June 2022 and 2021, are as follows:

Company (Commercial brand)	Head office	Main activity	Shareholder	Percentage of share capital held			
				2022		2021	
				Direct	Effective*	Direct	Effective*
Parent company							
SONAECOM, S.G.P.S., S.A. ('Sonaecom')	Maia	Management of shareholdings.	-	-	-	-	-
Subsidiaries							
Bright Development Studio, S.A. ('Bright')	Lisbon	Research, development and commercialization of projects and service solutions in the area of information technology, communications and retail, and consulting activities for business and management.	Bright Pixel	100%	100%	100%	100%
Bright Ventures Capital, SCR, S.A. (Bright VC)	Lisbon	Realization of investment in venture capital, management of venture capital funds and investment in venture capital fund units.	Bright	100%	100%	100%	100%
Digitmarket – Sistemas de Informação, S.A. ('Digitmarket' – using the brand 'Bizdirect') (a)	Maia	Development of management platforms and commercialisation of products, services and information, with the internet as its main support.	Bright Pixel	Alienated		75%	75%
Excellium Group, S.A. ('Excellium') (b)	Contern	Excellium assist enterprises to perform business and risk assessments, define security policies and procedures, respond to security incidents and deliver computer forensics services.	Maxive	100%	72.03%	59.20%	59.20%
Excellium Services, S.A. ('Excellium Services')	Contern	Provide services within the IT and cybersecurity domain mainly to Luxembourgish institutions, banks and insurance companies.	Excellium	100%	72.03%	100%	59.20%
Excellium Services Belgium, S.A. ('Excellium Services Belgium')	Wavre	Provide services within the IT and cybersecurity domain mainly to Belgium institutions, banks and insurance companies.	Excellium	100%	72.03%	100%	59.20%
Excellium Factory SARL ('Excellium Factory') (c)	Raouad-Ariana	Vehicle for the Excellium product development in Africa.	Excellium	Liquidated		Liquidated	
Inovretail, S.A.	Oporto	Industry and trade of electronic equipment and software: development, installation, implementation, training and maintenance of systems and software products; rental equipment, sale of software use license; consulting business, advisory in retail segments, industry and services.	Bright Pixel	100%	100%	100%	100%
Inovretail España, SL ('Inovretail España')	Madrid	Industry and trade of electronic equipment and software: development, installation, implementation, training and maintenance of systems and software products; rental equipment, sale of software use license; consulting business, advisory in retail segments, industry and services.	Inovretail	100%	100%	100%	100%
Fundo Bright Vector I ('Bright Vector I') (d)	Lisbon	Venture Capital Fund	Bright Pixel	50.13%	50.13%	50.13%	50.13%
Fundo Bright Tech Innovation I - ('Bright Tech Innovation I') (d)	Maia	Venture Capital Fund	Sonaecom	10%		10%	
			Bright Pixel	10%	50%	10%	50%
			Bright PCJ	10%		10%	
			Sonaecom SP	10%		10%	
Maxive- Cybersecurity, SGPSSA (Maxive) (b)	Maia	Management of shareholdings.	Bright Pixel	72.03%	72.03%	100%	100%
MxTel, S.A. de CV (MxTel) (e)	Mexico City	Rendering of engineering and IT consulting services specializing in information security and management of telecommunications services.	S21 Sec Gestion	Liquidated		100%	80.90%
PCJ - Público, Comunicação e Jornalismo, S.A. ('PCJ')	Maia	Editing, composition and publication of periodical and non-periodical material and the exploration of radio and TV stations and studios.	Sonaecom	100%	100%	100%	100%
Praesidium Services Limited ('Praesidium Services')	Berkshire	Rendering of consultancy services in the area of information systems.	Bright Pixel	100%	100%	100%	100%
Público – Comunicação Social, S.A. ('Público')	Oporto	Editing, composition and publication of periodical and non-periodical material.	Sonaecom	100%	100%	100%	100%
S21Sec Portugal Cybersecurity Services, S.A. ('S21 Sec Portugal')	Maia	Commercialization of products and management services, implementation and consulting in information systems and technologies areas.	S21 Sec Gestion	100%	72.03%	100%	80.90%
Grupo S21Sec Gestión, S.A.U. ('S21 Sec Gestion') (b)	Guipuzcoa	Consulting, advisory, audit and maintenance of all types of facilities and advanced communications services and security systems. Purchase and installation of advanced communications and security systems produced by others.	Maxive	100%	72.03%	80.90%	80.90%
S21Sec Information Security Labs, S.L.U. ('S21 Sec Labs')	Navarra	Research, development and innovation, as well as consulting, maintenance and audit for products, systems, facilities and communication and security services.	S21 Sec Gestion	100%	72.03%	100%	80.90%

* Sonaecom effective participation

(a) On 16 July 2021, Bright Pixel sold the entire share capital and voting right of Digitmarket;

(b) In February 2022, a Corporate Reorganization was carried out, with Maxive now holding the entire share capital of S21 Gestion and Excellium. With this restructuring, Maxive is also owned by the minority shareholders of S21 Gestion and Excellium;

(c) In June 2021, the liquidation process of subsidiary Excellium Factory was completed;

(d) The venture capital funds Fundo Bright Vector I and Fundo Bright Tech Innovation I have Bright Ventures Capital SCR as their management company, which performs their operational management.

(e) In December 2021, the liquidation process of subsidiary MxTel was completed.



Company (Commercial brand)	Head office	Main activity	Shareholder	Percentage of share capital held			
				2022		2021	
				Direct	Effective*	Direct	Effective*
S21 Sec, S.A. de CV ('S21 Sec, S.A. de CV') (f)	Mexico City	Computer consulting services	S21 Sec Gestion S21 Sec Labs	Alienated		99.9996% 0.0004%	80.90%
Sonaecom - Serviços Partilhados, S.A. ('Sonaecom SP')	Maia	Support, management consulting and administration, particularly in the areas of accounting, taxation, administrative procedures, logistics, human resources and training.	Sonaecom	100%	100%	100%	100%
Sonae Investment Management - Software and Technology, SGPS, S.A. ('Sonae IM' - using the brand 'Bright Pixel')	Maia	Management of shareholdings in the area of corporate ventures and joint ventures.	Sonaecom	100%	100%	100%	100%

* Sonaecom effective participation

(f) On 31 December 2021, S21 Sec Gestion and S21Sec Labs sold the entire share capital and voting rights of S21 Sec, S.A. de CV.

All the above companies were included in the consolidation in accordance with the full consolidation method under the terms of IFRS 10 – 'Consolidated Financial Statements'.

5. Changes in the group

During the periods ended on 30 June 2022 and 2021, the following changes occurred in the composition of the Group:

a) Acquisitions

Shareholder	Subsidiary	Date
2022		
Bright Pixel	Experify Inc. ('Experify') (note 8)	Jan-22
Bright Pixel	Hackuity SAS ('Hackuity') (note 8)	Feb-22
Bright Pixel	Cybersixgill Ltd ('Sixgill') (note 8) - increase	Mar-22
Bright Pixel	Sales Layer SL ('Sales Layer') (note 8) - increase	May-22
Bright Pixel	Portainer.io Limited ('Portainer.io') (note 8) - increase	May-22
Bright Tech Innovation I	Reckon.AI, S.A. ('Reckon.AI') (note 8) - increase	May-22
Bright Pixel	Mayan Group, Inc. ('Mayan') (note 8)	Jun-22
Bright Tech Innovation I	Qamine Portugal, S.A. ('Codacy Group') (note 8)	Jun-22
Bright VC	Codacy, S.A. ('Codacy Group') (note 8)	Jun-22

Shareholder	Subsidiary	Date
2021		
Bright Vector I	Automaise, SA ('Automaise') (note 8) - increase	Jan-21
Bright Pixel	Sellforte Solutions Oy ('Sellforte') (note 8)	Feb-21
Bright Pixel	Aryaka Networks ('Aryaka') (note 8)	Apr-21
Bright Pixel	Portainer.io Limited ('Portainer') (note 8)	Apr-21

The acquisitions described above refer to financial assets held at fair value.

b) Alienations

Shareholder	Subsidiary	Date
2022		
Excellium	Suricate Solutions (note 9)	Mar-22
Excellium	Alfaros (note 9)	Mar-22
Bright Pixel	CiValue Systems Ltd. ('CiValue') (note 8)*	Mar-22
Bright	Beamy SAS ('Beamy') (note 8)*	Apr-22
Bright Pixel	Cellwize Wireless Technologies Ltd. ('Cellwize') (note 8)*	Jun-22

* Financial assets held at fair value

Shareholder	Subsidiary	Date
2021		
Bright Pixel	Secucloud GmbH	Apr-21

c) Discontinued

Shareholder	Subsidiary	Date
2021		
Excellium	Excellium Factory SARL ('Excellium Factory')	Jun-21

6. Investments in joint ventures and associated companies

The associated companies and the joint ventures, their head offices, percentage of ownership and value in profit and loss statement on 30 June 2022 and 2021 are as follows:

Head Office		Percentage of ownership				Value in profit and loss statement	
		30 June 2022		30 June 2021		30 June 2022	30 June 2021
		Direct	Total	Direct	Total		
ZOPT, SGPS, SA. ('ZOPT') ^(a)	Oporto	50.00%	50.00%	50.00%	50.00%	18,518,474	17,599,433
Unipress - Centro Gráfico, Lda. ('Unipress')	Vila Nova de Gaia	50.00%	50.00%	50.00%	50.00%	18,828	(24,964)
SIRS - Sociedade Independente de Radiodifusão Sonora, SA. ('Rádio Nova')	Oporto	50.00%	50.00%	50.00%	50.00%	(22,901)	(19,771)
Fundo de Capital de Risco Armilar Venture Partners II (Armlar II)	Lisboa	44.33%	44.33%	44.33%	44.33%	(3,867,852)	733,883
Fundo de Capital de Risco Armilar Venture Partners III (Armlar III) ^(b)	Lisboa	45.52%	45.52%	42.80%	42.80%	1,444,121	20,028,537
Fundo de Capital de Risco Armilar Venture Partners Inovação e Internacionalização (Armlar I+I)	Lisboa	38.25%	38.25%	38.25%	38.25%	69,378	2,875,094
Secucloud Network GmbH ('Secucloud') ^(c)	Hamburg	Alienated		27.45%	27.45%	-	70,511
Probe.Jy ^(d)	Lisbon	16.43%	16.43%	21.21%	21.21%	(31,976)	3,174
Total						16,128,072	41,265,897

(a) Includes the incorporation of the results of the subsidiaries in proportion to the capital held.

(b) Increase of percentage related to the extinction of Participating Units of this Fund

(c) Participation sold in April 2021.

(d) Reduction in percentage related to the last investment round

In the case of investments in associates that are venture capital organizations, IAS 28 contains an option to keep these investments held by them measured at fair value. The Group made this option, applying the equity method to Armilar Funds.

In accordance with the IFRS 11, the classification of investments in joint ventures is determined based on the existence of an agreement that clearly demonstrate and regulate the joint control. On 30 June 2022, the Group held associated and joint ventures companies, as decomposed below.

The division by company of the amount included in the investments in associated companies and joint ventures on 30 June 2022 and 31 December 2021 is as follows:

	30 June 2022			31 December 2021		
	Ownership value	Goodwill	Total investment	Ownership value	Goodwill	Total investment
Investments in joint ventures						
Zopt	557,742,109	87,527,500	645,269,609	535,480,691	87,527,500	623,008,191
Unipress	387,356	321,700	709,056	368,531	321,700	690,231
SIRS	10,307	-	10,307	33,209	-	33,209
	558,139,772	87,849,200	645,988,972	535,882,431	87,849,200	623,731,631
Investments in associated companies						
Armlar II	72,986,167	-	72,986,167	76,854,019	-	76,854,019
Armlar III	19,128,618	-	19,128,618	51,583,976	-	51,583,976
Armlar I+I	15,432,223	-	15,432,223	15,362,845	-	15,362,845
Probe.Jy	(55,373)	297,168	241,795	(188,397)	297,168	108,771
Suricate Solutions	-	-	-	25,993	-	25,993
Alfaros SARL	-	-	-	13,969	-	13,969
	107,491,635	297,168	107,788,803	143,652,405	297,168	143,949,573
Total	695,133,741	92,566,110	753,777,775	679,534,836	88,146,368	767,681,204

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



In the period ended on 30 June 2022, the change in the proportion of Probely's equity is related to a capital increase (EUR 165,000) through the conversion of a loan.

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

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

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

In January 2022, the Public Ministry (MP) with the National Service for the Recovery of Assets of the PGR, on behalf of the Angolan State, requested, in the Country Court of Luanda, i) the replacement of the current trustees of Finstar and ZAP companies Media (current Boards of Directors of the companies) by the Ministry of Telecommunications, Information Technologies and Social Communication (MTTICS), as well as, ii) the disqualification of Isabel dos Santos' right to vote, requests that the Court deferred. We await the final decision and the developments of this decision, in order to understand the impacts on the management of the business, being is currently a conviction of the Board of Directors of NOS - based on the statements that have been made by the new trustee, o MTTICS — that the activity of companies will continue to develop normally.

On 4 April 2020, SONAECON, was informed by its subsidiary ZOPT of the communication received from the Lisbon Central Criminal Instruction Court ('Court') to proceed to the preventive arrest of 26.075% of NOS' share capital, corresponding to half the shareholding in NOS held by ZOPT and, indirectly, by the companies Unitel International Holdings, BV and Kento Holding Limited, controlled by Mrs. Isabel dos Santos. Under the terms of the communication, the arrested shares (134,322,268.5 shares) are deprived of the right to vote and the right to receive dividends, which must be deposited with Caixa Geral de Depósitos, S.A. (CGD) at the order of the court. The other half of ZOPT's participation in NOS' share capital, corresponding to an identical percentage of 26.075% - and which, at least in line with the criterion used by the Court, embodies the 50% held in ZOPT by SONAECON - was not subject to arrest, nor the rights attached to it were subject to any limitation.

Although ZOPT has not been notified of the grounds for preventive arrest, based on the preliminary information they have, it is the understanding of the board of directors of ZOPT and SONAECON that the measure of arrest imposed is illegitimate and offends several fundamental rights of ZOPT, no being legally liable to determine the deprivation of voting rights, not even to inhibit the holder of the arrested shares from continuing to exercise those rights, which deprivation we understand for this reason, be null and without any effect. Thereafter, ZOPT has deducted third-party embargoes.

On 12 June 2020, ZOPT was notified of the order issued by the Lisbon Central Criminal Investigation Court, which authorizes it to exercise the voting right corresponding to the 26.075% of NOS share capital preventively seized under the aforementioned Court order. For this reason, the Boards of Directors of ZOPT and SONAECON consider that the conditions of control of ZOPT over NOS are met, and the measure does not have material effects on the control of this company.

Still in June 2020, the Investigating Judge rejected the third-party embargoes deducted by ZOPT based on the Portuguese courts' inability to assess and decide upon them. This decision, having been appealed by ZOPT, was revoked by the Court of Appeal already in 2021. By judgment decision on 25 November 2021, the Investigating Judge dismissed the embargoes and maintained the preventive arrest. ZOPT appealed against that decision to the Lisbon Court of Appeal. On June 2022, ZOPT was notified of the decision that dismissed the appeal, which was the subject of a nullity claim. Further developments are awaited.

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



During 2020 and 2021, ZOPT was notified of a series of court decisions that affect ZOPT shares held by Kento and Unitel International Holdings and the respective right to receive dividends, specifically the following: (i) preventive arrest in case no. 210/20.4TELSB, of the Central Criminal Investigation Court, Single Section, which covers 32.65% of the capital of ZOPT held by Unitel International Holdings and 124,234,675 shares of ZOPT held by Kento, with deprivation the exercise of voting rights and the right to receive dividends; (ii) arrest decreed in case No. 14012/20.4T8PRT, by Judge 6 of the Central Civil Court of Póvoa de Varzim, on ZOPT shares held by Unitel International Holdings, with all the respective rights of an equity nature, including the right to receive dividends; (iii) pledge decreed in case no. 7418/21.3T8LSB, by Judge 2 of the Lisbon Enforcement Court of 124,234,675 ZOPT shares held by Kento in ZOPT's capital and dividends from these shares; (iv) arrest decreed in case no. 17561/21.3T8LSB-A, of Judge 12 of the Central Civil Court of Lisbon, on the ZOPT shares held by Kento and Unitel International Holdings and on dividends that have not yet been distributed or that may be decided upon. Regarding the pledge, identified in subparagraph (iii), ZOPT was also notified by Caixa Geral de Depósitos (CGD), as the beneficiary of the pledge of the shares held by Kento in ZOPT, stating that it has the right to exercise the rights of voting rights inherent to the Shares, and all other inherent rights, and that Kento was deprived of exercising such rights without the prior, express and written authorization of CGD. It is the understanding of the Board of Directors of ZOPT that whenever the protection of the economic value of the shares is not at stake, in the exercise of voting rights, CGD, as a pledge creditor of Kento, must act in accordance with its instructions, which means voting in the sense defined by Kento.

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

ZOPT Group provisions

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

1. Legal actions with regulators and Competition Authority (AdC)

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

The settlement amounts are, respectively, as follows:

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



2. Tax authorities

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

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

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

4. Action brought by DECO

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

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

5. Interconnection tariffs

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

7. Financial assets at fair value through other comprehensive income

On 30 June 2022 and 31 December 2021, this caption was composed as follows:

	30 June 2022	31 December 2021
Deepfence	2,406,850	2,207,300
Style Sage	2,037,760	1,868,807
Nextail	1,628,760	1,628,760
Iriusrisk	1,416,514	1,416,514
Sensei	405,900	405,900
Eat Tasty	-	259,696
Others	211,777	211,779
	8,107,561	7,998,756

On 30 June 2022, these investments correspond to shareholdings in unlisted companies in which the Group has no significant influence.



According to IFRS 9 these investments are defined as 'Investments at fair value through other comprehensive income' as they are held as long-term strategic investments and there is no expectation that these investments will be sold in the short and medium term, and, so, were irrevocably designated as investments at fair value through other comprehensive income. For investments with a maturity of less than a year, the acquisition costs were considered as a reasonable approximation of their fair value. For investments with a maturity greater than a year, the subsequent changes in fair value are presented through other comprehensive income. The fair value of the investments is calculated in the currency of the country of the investment and converted to euros at the end of the reporting period.

In the periods ended on 30 June 2022 and 2021, the change in investments at fair value through other comprehensive income was as follows:

	30 June 2022	30 June 2021
Opening balance	7,998,756	7,299,791
Fair value	108,805	208,201
Closing balance	8,107,561	7,507,992

StyleSage

StyleSage is a strategic analytics SaaS platform that helps fashion, home and beauty retailers and brands with critical pre, in and post season decisions globally. Every day, StyleSage pulls product data from competitors' ecommerce websites from around the world. Then, with groundbreaking technology in machine learning and visual recognition, StyleSage cleans, organizes, and analyzes the massive amounts of collected data into a cloud-based dashboard that empowers brands and retailers to make informed, data-driven decisions in areas such line planning, markdown optimization, and global expansion.

Nextail

Nextail is a Spanish company that has developed a cloud-based platform that combines artificial intelligence and prescriptive analytics to upgrade retailers' inventory management processes and store operations. The company raised a USD 10 million Series A round led by London and Amsterdam based venture capital firm KEEN Venture Partners LLP ("KEEN"), together with Bright Pixel and existing investor Nauta Capital. The new financing was to be used to accelerate product development and double the size of the team, as it grows internationally.

IriusRisk

IriusRisk (previously named Continuum Security) is a Spanish based company with an application security platform to address vulnerabilities early in the development process. In order to realise their international growth plans, the company has raised an investment round of EUR 1.5 million, which was led by Swanlaab Venture Factory and joined by JME Venture Capital and Bright Pixel. In September 2020, the company raised a series A round of USD 6.7 million participated by Paladin, 360 CP, Swanlaab JME Venture Capital and Bright Pixel.

Deepfence

Deepfence is a leading US-based cloud-native workload protection platform that aims to provide a unified security platform for kubernetes, virtual machines and serverless workloads. Deepfence ensures business continuity in the face of persistent threats by detecting and disrupting sophisticated attacks targeting cloud-native technologies, the "glue" that keeps the current world connected. Deepfence raised USD 9.5 million in Series A financing led by AllegisCyber, with participation from Bright Pixel, and existing investor Chiratae Ventures.



8. Financial assets at fair value through profit or loss

On 30 June 2022 and 31 December 2021, this caption was composed as follows:

	30 June 2022	31 December 2021
Arctic Wolf	80,873,346	74,168,202
Ometria	21,556,771	22,016,496
Cybersixgill	19,032,366	5,297,520
SafeBreach	14,518,911	13,315,160
Sales Layer	9,714,017	2,500,358
Group Codacy	8,000,005	-
Citcon	4,842,995	4,414,600
Weaveworks	4,813,699	4,414,599
Mayan	4,813,698	-
Visenze	4,446,706	4,078,033
Jscrambler	3,828,724	3,828,724
Hackuilty	3,000,000	-
Sellforte	2,500,003	2,500,003
Reblaze	2,647,535	2,428,030
Taikai	1,836,895	1,836,895
Replai	1,800,887	1,800,887
Daisy Intelligence	1,235,326	1,153,213
Experify	1,251,562	-
CiValue	-	1,977,741
Cellwise	-	8,641,594
Others	6,161,540	4,552,520
	196,874,986	158,924,575

Investments not irrevocably designated in the initial recognition as 'Investments at fair value for other comprehensive income', are classified as 'Investments at fair value through profit or loss' in accordance with IFRS 9. Are also included in this caption the investments in associated companies, held by a venture capital organization or equivalent, in which the Group opted, in the initial recognition for, to measure at fair value through results in accordance with IFRS 9. In the case of the investments of less than 1 year, their acquisition cost was considered a reasonable approximation of their respective fair value. For investments over 1 year, subsequent changes in fair value are presented through profit or loss. The fair value of the investments is calculated in the currency of the country of the investment and converted to euros at the end of the reporting period.

In the periods ended on 30 June 2022 and 2021, the change in investments at fair value through other comprehensive income was as follows:

	30 June 2022	30 June 2021
Opening balance	158,924,575	92,324,063
Acquisitions/Capital Increases	25,189,787	4,404,499
Fair value	23,555,678	1,220,291
Exits	(10,795,054)	(24,138,640)
Closing balance	196,874,986	73,810,213

In the period ended on 30 June 2022, the caption 'Exits' refers to the sale Bright Pixel's entire stake in CiValue for the amount of EUR 5.3 million, which generated a capital gain of EUR 3.3 million, the sale of the stake in Cellwise for EUR 22.7 million, which generated a capital gain of EUR 13.9 million and the sale of Bright's stake in Beamy, which generated a capital gain of EUR 667 thousand.



ArcticWolf

Arctic Wolf, a US based company, is a global pioneer in the SOC-as-a-Service market with cutting-edge managed detection and response (MDR), which provides a unique combination of technology and services for clients to quickly detect and contain threats. Bright Pixel, jointly with US technology investors Lightspeed Venture Partners and Redpoint, entered in the company's cap table in 2017 in a series B round. Since then, the Company closed a USD 45 million series C round in 2018, a USD 60 million Series D round at the end of 2019, a USD 200 million Series E round in October 2020 funding at a valuation of USD 1.3 billion and, in 2021, a USD 150 million, held by existing and new investors, at an underlying valuation of USD 4.3 billion.

Ometria

Ometria is a London based AI powered customer marketing platform with the vision to become the central hub that powers all the communication between retailers and their customers. This investment was done by Bright Pixel in the Series A round, alongside several strategic investors (including Summit Action, the US VC fund of the Summit Series) and was reinforced during series B and C rounds.

Reblaze

Reblaze is an Israeli company that provides proprietary security technologies in a unified platform, shielding assets from threats found on the Internet. The company raised a Series A round in which Bright Pixel led jointly with JAL Ventures and Data Point Capital.

ViSenze

Visenze is a Singapore-based company that delivers intelligent image recognition solutions that shorten the path to action as consumers search and discover on the visual web. Retailers use ViSenze to convert images into immediate product search opportunities, improving conversion rates. Media companies use ViSenze to turn any image or video into an engagement opportunity, driving incremental revenue. Bright Pixel co-led, with Gobi Partners, a USD 20 million Series C round to enable the artificial intelligence company to further invest in its penetration among smartphone manufacturers, as well as with consumer and social communication applications.

Daisy Intelligence

Daisy Intelligence is an AI-powered platform for retail merchandising teams focused on optimizing promotional product and price mixes for dramatically improved business results. Bright Pixel partnered with Framework Venture Partners invested in a CAD 10 million (circa EUR 7 million) series A round.

CyberSixgill

Cybersixgill is a market leader in deep and dark web cyber threat intelligence. The company helps Fortune 500 companies, financial institutions, governments, and law enforcement agencies protect their finances, networks and reputations from cyberthreats that lurk in the deep, dark and surface webs. The advanced cyber threat intelligence platform automates all phases of the intelligence cycle — collection, analysis and dissemination of data — providing organizations with unparalleled information and actionable insights to protect their various assets in the ever-evolving cyber threatscape. Bright Pixel co-led its series B USD 15 million round and participated in its new USD 35 million round raised in 2022 led by More Provident and Pension Funds and REV Venture Partners.

Jscrambler

Jscrambler is a Portuguese startup that develops a security solution to protect Web and Mobile Applications (Javascript code). In 2018, the company raised a USD 2.3 million in a financing round that was led by Bright Pixel with the co-investment of Portugal Ventures. In 2021, the Company raised EUR 10 million in a series A with the participation of Ace Capital Partners.

Sales Layer

Sales Layer is a Spanish based company with a cloud-based Product Information Management (PIM) platform, helping brands and retailers to transform their catalogs into a digital, enriched and multichannel control center. Bright Pixel led its series A round and recently participated in its series B round.

Weaveworks

Weaveworks is a US company that helps teams to adopt cloud native computing, managing cloud native infrastructure and applications quickly, reliably and at scale. Weaveworks raised a USD 36.65 million Series C funding round led by some of the world's leading public cloud and telecommunications companies, including first-time investors Amazon Web Services (AWS), Ericsson, Orange Ventures, Bright Pixel and Telekom Investment Pool (TIP). The round also included follow-on investments from Accel, GV, and Redline Capital.



Sellforte

Sellforte, based in Helsinki, Finland, is a SaaS platform for Retailers, Brands and Telcos, which uses proprietary data science and AI to measure the effectiveness of online and offline marketing investments.

Portainer.io

Portainer.io, based in New Zealand, is one of the most popular container management platforms globally. Portainer's universal tool unleashes the power of containerized applications for everyone.

Citcon

Citcon, is a US-based leading mobile wallet payment provider with a fintech platform that enables seamless global commerce at scale by connecting the world's businesses with more than 100+ mobile wallets, local and alternative payment methods. Citcon raised USD 30 million in Series C financing led by Norwest Venture Partners and Cota Capital with the participation of Bright Pixel and Sierra Venture.

SafeBreach

SafeBreach, pioneer in the Breach and Attack Simulation (BAS) market, is the world's most widely used continuous security validation platform. The patented platform automatically and safely executes thousands of attack methods to validate network, endpoint, cloud, container and email security controls against its Hacker's Playbook™, the world's largest collection of attack data broken down by methods, tactics and threat actors. SafeBreach raised USD 53.5 million in Series D funding, led by Bright Pixel and Israel Growth Partners (IGP), with additional participation from Sands Capital, Bank Leumi and ServiceNow.

Experify

Experify, is the first platform to enable a truly authentic product review experience by connecting prospective buyers with purchasers. Experify raised USD 4 million seed round, led by Vertex Ventures US, with the participation of Bright Pixel and the Berkeley SkyDeck Fund.

Hackuity

Hackuity, is a risk-based vulnerability management solution that empowers cybersecurity teams and leaders to comprehensively collect, prioritize, and remediate security weaknesses before they can be exploited by their adversaries. Hackuity raised a EUR 12 million funding round, led by Bright Pixel with the participation of previous investor Caisse des Dépôts.



9. Assets and liabilities held for sale

In the period ended on 30 June 2022, assets and liabilities held for sale include the assets and liabilities of Maxive and its subsidiaries, in accordance with IFRS 5.

The details of Assets and Liabilities held for sale can be detailed as follows:

(Amounts expressed in Euro)	June 2022
Assets	
Non-current assets	
Property, plant and equipment, intangible assets and Right of use	24,524,330
Deferred tax assets	3,499,981
Other non-current assets	112,880
Total non-current assets	28,137,191
Current assets	
Trade receivables	10,666,321
Other current assets	15,122,636
Cash and cash equivalents	5,134,168
Total current assets	30,923,125
Assets held for sale	59,060,316
Liabilities	
Non-current liabilities	
Loans	(877,249)
Lease liabilities	(3,133,002)
Provisions	(348,898)
Total non-current liabilities	(4,359,149)
Current liabilities	
Loans	(3,528,566)
Trade payables	(8,435,922)
Lease liabilities	(1,642,107)
Other current liabilities	(16,255,215)
Total current liabilities	(29,861,810)
Liabilities directly associated with the assets held for sale	(34,220,959)

The item "Cash and cash equivalents" includes the allocation to assets held for sale of the liquidity applied in the Group in the amount of EUR 4,090,000.

In the periods ended 30 June 2022 and 2021, the amounts of Maxive's income statement and its subsidiaries were recorded under the heading "Consolidated net income/(loss) for the period of discontinued operations" (Note 11), in accordance with IFRS 5.

10. Sales and services rendering

On 30 June 2022 and 2021, this caption was composed as follows:

	2022	2021 (restated)
Technologies	862,622	799,882
Media and others	7,856,889	7,081,372
	8,719,511	7,881,254



11. Discontinued units

Maxive Group

In the periods ended 30 June 2022 and 2021, the net income and cash flows from discontinued operations can be detailed as follows:

(Amounts expressed in Euro)	June 2022	June 2021
Sales	7,634,081	7,319,773
Services rendered	23,197,490	21,501,194
Other income	2,088,153	2,013,198
	32,919,724	30,834,165
Cost of sales	(6,492,526)	(6,143,509)
External supplies and services	(9,014,579)	(8,724,435)
Employee benefits expense	(16,492,424)	(15,106,289)
Provisions	(104,334)	(107,926)
Depreciation and amortisation	(2,007,232)	(2,905,677)
Other expenses	(139,424)	(379,404)
	(34,250,519)	(33,367,240)
Other financial expenses	(1,329,031)	(1,690,836)
Other financial income	484,705	1,050,708
Current income / (loss)	(2,175,121)	(3,173,203)
Income taxation	147,097	350,694
Consolidated net income/(loss) for the period of discontinued operations	(2,028,024)	(2,822,509)
Attributed to:		
Non-controlling interests (discontinued operations)	(555,353)	(763,274)
Cash flows from operating activities (1)	(738,636)	649,664
Cash flows from investment activities (2)	(463,154)	(161,713)
Cash flows from financing activities (3)	1,113,035	868,188
Net cash flows (4)=(1)+(2)+(3)	(88,755)	1,356,139

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The net income and cash flows from discontinued operations can be detailed as follows:

(Amounts expressed in Euro)	June 2021	December 2020
Sales	20,678,415	54,800,449
Services rendered	2,574,960	5,594,274
Other income	10,861	4,812
	23,264,236	60,399,535
Cost of sales	(19,715,473)	(53,002,996)
External supplies and services	(1,773,679)	(3,100,707)
Employee benefits expense	(1,780,393)	(3,264,752)
Impairment losses	-	(50,113)
Depreciation and amortisation	(150,359)	(321,481)
Other expenses	(5,823)	(7,222)
	(23,425,727)	(59,747,271)
Other financial expenses	(15,575)	(58,602)
Other financial income	18,685	34,507
Current income / (loss)	(158,381)	628,169
Income taxation	27,562	(157,643)
Consolidated net income/(loss) for the period of discontinued operations	(130,819)	470,526
Attributed to:		
Non-controlling interests (discontinued operations)	(32,705)	117,631
Cash flows from operating activities (1)	(903,596)	2,900,451
Cash flows from investment activities (2)	(14,112)	(31,844)
Cash flows from financing activities (3)	(118,474)	(944,607)
Net cash flows (4)=(1)+(2)+(3)	(1,036,181)	1,924,000

12. Related parties

During the periods ended on 30 June 2022 and 2021, the balances and transactions maintained with related parties were mainly associated with the normal operational activity of the Group and to the concession and obtainment of loans.

The balances and transactions with related parties during the periods ended on 30 June 2022 and 2021 were as follows:

				Balances on 30 June 2022
	Accounts receivable	Accounts payable	Other assets	Other liabilities
Parent Company (Sonae SGPS)	1,942,008	16,207,907	434,027	48,352
Companies jointly controlled	203,534	206,395	282,619	46,536
Associated companies	12,678	31,289	826,407	217,447
Others related parties	1,523,277	128,243	311,969	571,849
	3,681,498	16,573,834	1,855,022	884,184

				Balances on 30 June 2021
	Accounts receivable	Accounts payable	Other assets	Other liabilities
Parent Company (Sonae SGPS)	2,474,186	8,384,215	380,785	11,877
Companies jointly controlled	836,285	270,760	303,570	375,160
Associated companies	-	6,750	2,123,076	10,600
Others related parties	6,386,834	75,056	60,164	645,968
	9,697,305	8,736,781	2,867,594	1,043,605



				Transactions on 30 June 2022
	Sales and services rendered	Supplies and services received	Interest and similar income	Supplementary income
Parent Company (Sonae SGPS)	20,449	216,776	346,884	-
Companies jointly controlled	13,583	291,059	-	105,100
Associated companies	-	-	32,835	-
Others related parties	926,251	399,689	-	-
	960,282	907,523	379,719	105,100

				Transactions on 30 June 2021 (restated)
	Sales and services rendered	Supplies and services received	Interest and similar income	Supplementary income
Parent Company (Sonae SGPS)	75	182,655	252,657	-
Companies jointly controlled	7,992	311,973	-	112,522
Associated companies	-	-	25,366	-
Others related parties	666,317	347,819	-	-
	674,385	842,447	278,023	112,522

During the period ended 30 June 2022, the Company distributed as dividends the amount of EUR 15,718,455 to Sonae (EUR 7,859,228 in 2021) and EUR 37,648,245 to Sontel BV (EUR 18,824,123 in 2021).

The transactions between Group companies were eliminated in consolidation, and therefore are not disclosed in this note.

All the above transactions were made at market prices.

Both accounts receivable and payable with related parties will be paid in cash and have no guaranties attached.

During the periods ended on 30 June 2022 and 2021, no impairment losses have been recognised as accounts receivables of related parties.

13. Segment information

In the periods ended on 30 June 2022 and 2021, the following business segments were identified:

- Media;
- Technologies; and
- Holding activities.

These segments were identified taking into consideration the following criteria/conditions: the fact of being Group units that develop activities where we can separately identify revenues and expenses, for which financial information is separately developed and their operating results are regularly reviewed by management and over which decisions are made. For example, decisions about allocation of resources, for having similar products/services and also taking into consideration the quantitative threshold (in accordance with IFRS 8).

The segment 'Holding activities' includes all the operations of the parent company that have as their main activity the management of shareholdings.

Excluding the ones mentioned above, the remaining activities of the Group have been classified as unallocated.

Inter-segment transactions during the years ended on 30 June 2022 and 2021 were eliminated in the consolidation process. All these transactions were made at market prices.

Inter-segment transfers or transactions were entered under the normal commercial terms and conditions that would also be available to unrelated third parties and were mainly related to interest on treasury applications and management fees.



Overall information by business segment on 30 June 2022 and 2021, prepared in accordance with the same accounting policies and measurement criteria adopted in the preparation of the consolidated financial statements, can be summarised as follows:

	Media		Technologies		Holding Activities		Subtotal		Eliminations and others		Total	
	June 2022	June 2021	June 2022	June 2021 (restated)	June 2022	June 2021	June 2022	June 2021 (restated)	June 2022	June 2021 (restated)	June 2022	June 2021 (restated)
Revenues:												
Sales and services rendering	7,710,622	6,959,487	862,622	687,382	157,250	195,000	8,730,494	7,841,869	(10,983)	39,385	8,719,511	7,881,254
Other operating revenues	378,453	290,819	125,163	137,947	11,017	126,140	514,633	554,906	10,613	9,301	525,246	564,207
Total revenues	8,089,075	7,250,306	987,785	825,329	168,267	321,140	9,245,127	8,396,775	(370)	48,686	9,244,757	8,445,461
Depreciation and amortisation	(409,398)	(317,153)	(339,341)	(308,532)	(13,253)	(18,179)	(761,992)	(643,864)	(172,552)	(169,924)	(934,544)	(813,788)
Provisions and impairment losses	(70,000)	-	(167,763)	(122,788)	-	(10,504)	(237,763)	(133,292)	-	-	(237,763)	(133,292)
Net operating income / (loss) for the segment	(1,115,911)	(1,070,362)	(3,074,156)	(3,105,318)	(892,981)	(886,735)	(5,083,048)	(5,062,415)	97,102	29,421	(4,985,946)	(5,032,994)
Gains and losses on financial assets at fair value through profit or loss	-	-	41,297,761	13,499,571	-	-	41,297,761	13,499,571	-	-	41,297,761	13,499,571
Gains and losses in associated companies and joint ventures	(4,073)	(44,735)	(2,386,330)	23,711,199	18,518,475	17,599,433	16,128,072	41,265,897	-	-	16,128,072	41,265,897
Other financial results	(7,857)	(15,135)	1,470,593	372,230	(764,420)	(615,101)	698,316	(258,006)	1,767,080	1,135,552	2,465,396	877,546
Income taxation	372,685	332,721	(5,895,941)	(9,037,107)	(39,590)	75,042	(5,562,846)	(8,629,344)	37,428	44,034	(5,525,418)	(8,585,310)
Consolidated net income/(loss) for the period	(755,156)	(797,511)	31,411,927	25,440,575	16,821,484	16,172,639	47,478,255	40,815,703	1,901,610	1,209,007	49,379,865	42,024,710
Consolidated net income/(loss) for the period of discontinued operations	-	-	(2,039,528)	(2,961,704)	-	-	(2,039,528)	(2,961,704)	11,504	8,377	(2,028,024)	(2,953,327)
Attributable to:												
Shareholders of parent company	(755,156)	(797,511)	30,186,412	23,454,767	16,821,484	16,172,639	46,252,740	38,829,895	1,818,628	1,115,228	48,071,368	39,945,123
Non-controlling interests	-	-	(255,804)	(178,180)	-	-	(255,804)	(178,180)	91,630	100,419	(164,174)	(77,761)
Non-controlling interests (discontinued operations)	-	-	(558,209)	(797,716)	-	-	(558,209)	(797,716)	2,856	1,737	(555,353)	(795,979)
	June 2022	December 2021	June 2022	December 2021	June 2022	December 2021	June 2022	December 2021	June 2022	December 2021	June 2022	December 2021
Assets:												
Tangible and intangible assets and goodwill	2,945,333	3,004,027	3,159,822	27,605,182	37,263	69,959	6,142,418	30,679,168	2,195,915	2,314,727	8,338,333	32,993,895
Inventories	315,908	229,658	-	-	-	-	315,908	229,658	-	-	315,908	229,658
Investments in associated companies and joint ventures	666,421	670,494	107,788,800	143,949,575	645,269,610	623,008,191	753,724,831	767,628,260	52,944	52,944	753,777,775	767,681,204
Financial assets at fair value through other comprehensive income	3,047,947	3,047,947	8,072,435	7,950,809	-	-	11,120,382	10,998,756	(3,012,821)	(3,000,000)	8,107,561	7,998,756
Financial assets at fair value through profit or loss	-	-	196,874,986	158,924,575	-	-	196,874,986	158,924,575	-	-	196,874,986	158,924,575
Other non-current assets and deferred tax assets	2,892,498	2,849,492	9,480,231	13,373,355	123,286,674	132,711,666	135,659,403	148,934,513	(117,007,638)	(125,847,356)	18,651,765	23,087,157
Other current assets of the segment	12,056,934	12,796,640	47,363,291	63,456,171	203,094,257	244,055,884	262,514,482	320,308,695	2,187,307	5,636,002	264,701,789	325,944,697
Assets held for sale	-	-	59,073,137	-	-	-	59,073,137	-	(12,821)	-	59,060,316	-
Liabilities:												
Liabilities of the segment	10,872,946	10,791,006	83,733,082	119,020,901	2,259,987	2,482,611	96,866,015	132,294,518	(19,964,396)	(22,249,334)	76,901,619	110,045,184
Liabilities directly associated with the assets held for sale	-	-	35,049,294	-	-	-	35,049,294	-	(828,335)	-	34,220,959	-
CAPEX	358,074	777,124	26,689,919	34,761,707	13,345,113	31,967,595	40,393,106	67,506,426	(13,302,535)	(31,412,114)	27,090,571	36,094,312



During the period ended on 30 June 2022 and 2021, the inter-segments sales and services were as follows:

	Media	Technologies	Holding Activities
2022			
Media	-	-	-
Technologies	-	-	36,000
External trade debtors	7,710,622	862,622	121,250
	7,710,622	862,622	157,250
2021		Technologies (reexpresso)	Holding Activities
Media	-	-	-
Technologies	-	-	37,500
External trade debtors	6,959,487	687,382	157,500
	6,959,487	687,382	195,000

During the periods ended on 30 June 2022 and 2021, sales and services rendering in the Media segment were obtained predominantly in Portuguese market, with this market representing 93% of revenue (95% in 2021) and in the Holding Activities segment were obtained totally in Portuguese market, 100% in 2022 and 2021.

During the periods ended on 30 June 2022 and 2021, for the Technologies segment, the Portuguese market is dominant, representing 98% of revenue (94% in 2021).

Sonaecom SGPS is listed on the Euronext Stock Exchange.
Information is available on Reuters under the symbol SNC.LS and on Bloomberg under the symbol SNC.PL.

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

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