MARTIFER
GROUP

BUILDING THE TOMORROW TODAY

1Q 2016 REPORT

MANAGEMENT REPORT

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NOTE: This translation into English of the Portuguese document was made only for the convenience of non-Portuguese speaking shareholders. For all intents and purposes, the Portuguese version shall prevail.

MANAGEMENT REPORT

MARTIFER GROUP

MARTIFER GROUP

01 | MARTIFER GROUP

HIGHLIGHTS

- **Revenues reached 49 M€ in the 1st quarter**
- **Positive EBITDA in 2 M€ (4.1 % margin)**
- **Operational segments – Metallic Constructions and Renewables – with a positive operational performance regarding EBITDA**
- **Net Profit attributable to Shareholders of -0.6 M€ (which compares with -2.7 M€ YoY)**
- **Order Book in Metallic Constructions registered an YTD growth to 299 M€.**
- **Gross Debt registered slight reduction when compared with the end of 2015 (on a comparable basis (meaning without Solar)**

MAIN FINANCIAL INDICATORS

M€	MAR-16	MAR-15	VAR.%
Revenues	49.0	63.5	-23%
EBITDA	**2.0**	**5.4**	**-63%**
EBITDA margin	4.1%	8.6%	-4.5 pp
EBIT	**-0.5**	**1.8**	**n.m.**
EBIT margin	-1.0%	2.8%	-3.8 pp
Financial results	0.3	-4.1	n.m.
Profit before taxes	-0.2	-2.4	91%
Income tax	-0.1	-0.2	49%
Profit after taxes on continued operations	**-0.3**	**-2.6**	**87%**
Discontinued operations' results	-2.0	0.0	n.m.
Attributable to non-controlling interests	-0.9	0.0	<-100%
Attributable to shareholders	-1.1	0.0	n.m.
Net Profit	**-2.4**	**-2.6**	**9%**
Attributable to non-controlling interests	-1.7	0.1	n.m.
Attributable to shareholders	-0.6	-2.7	76%
Earnings per share	-0.007	-0.027	76%

MAIN EVENTS

JANUARY 2016

Refurbishment of the Ilunion building in Madrid, Spain

Martifer Metallic Constructions was awarded a new project. The project developed by Ruiz Barbarín Arquitectos and ENAR - Envolventes Arquitectónicas as façade consultant consists of the works to execute the exterior façade of an old building located near the road M-30.

Martifer acts as general contractor, having been selected directly by Hill International (property manager) in a tender. This façade is quite singular, since it is composed by around 6,000 sqm of cladding made by perforated aluminium sheet trays according to a previously developed shading system. These trays are sustained by a steel and aluminium structure created specifically for the project. Furthermore, in the exterior, 4,000 metres of a round tube will be placed, forming rings, which will provide the harmony intended by the architect.

Merger of Martifer Metallic Constructions with Martifer Energy Systems and Martifer Global

On 27th January, with the registry in the Commercial Register Office, the merger by incorporation of the companies Martifer Energy Systems, SGPS, S.A. and Martifer Global - SGPS, S.A. in Martifer Metallic Constructions - SGPS, S.A. was materialised. With this merger, the incorporated companies were extinguished and all their assets, including rights, obligations, responsibilities and guarantees transited to the scope of Martifer Metallic Constructions - SGPS, S.A..

SUBSEQUENT EVENTS

APRIL 2016

Award of three hotel-ships to West Sea

West Sea was awarded with the constructions of three hotel ships to cruise the Douro River, two 79-metre ships with a 126-passenger capacity each and one 80-metre ship with a 112-passenger capacity. The conclusion of the ships is forecasted for the first quarter of 2017.

FINANCIAL PERFORMANCE

MARTIFER GROUP

02 | FINANCIAL PERFORMANCE

CONSOLIDATED RESULTS ANALYSIS

M€	MAR-16	MAR-15	VAR.%
Revenues	49.0	63.5	-23%
EBITDA	**2.0**	**5.4**	**-63%**
EBITDA Margin	4.1%	8.6%	-4.5 pp
Depreciation & Amortization	-2.8	-3.5	19%
Provisions & Impairment Losses	0.3	-0.2	n.m.
EBIT	**-0.5**	**1.8**	**n.m.**
EBIT Margin	-1.0%	2.8%	-3.8 pp
Financial Results	0.3	-4.1	n.m.
Profit before taxes	-0.2	-2.4	91%
Income tax	-0.1	-0.2	49%
Profit after taxes of continued operations	**-0.3**	**-2.6**	**87%**
Discontinued operations' results	-2.0	0.0	n.m.
Attributable to non-controlling interests	-0.9	0.0	<-100%
Attributable to shareholders	-1.1	0.0	n.m.
Net profit	**-2.4**	**-2.6**	**9%**
Attributable to non-controlling interests	-1.7	0.1	n.m.
Attributable to shareholders	-0.6	-2.7	76%
Earnings per share	-0.007	-0.027	76%

REVENUES

In the 1st quarter 2016, the total revenues reached 49 million euros (63.5 million euros in the 1st quarter 2015), 93 % of which from the Metallic Constructions segment and 7 % from the Renewables segment.

REVENUES	MAR-16		MAR-15		VAR. (%)
	M€	WEIGHT	M€	WEIGHT	
Martifer Consolidated	**49.0**	100%	**63.5**	100%	**-23%**
Metallic Constructions	45.6	93%	59.5	94%	-23%
Renewables	3.5	7%	3.8	6%	-8%
Other	-0.1	0%	0.1	0%	n.m.

EBITDA AND NET PROFIT

In the 1st quarter 2016, the EBITDA was positive in 2 million euros; the Metallic Constructions segment contributed in 0.8 million euros and the Renewables segment in 1.3 million euros.

EBITDA	MAR-16		MAR-15		VAR. (%)
	M€	MARG.	M€	MARG.	
Martifer Consolidated	**2.0**	**4%**	**5.4**	**9%**	**-63%**
Metallic Constructions	0.8	4%	3.5	6%	-78%
Renewables	1.3	37%	2.1	55%	-38%
Other	-0.1		-0.1		37%

The consolidated financial results were positive in 0.4 million euros; to this result decisively contributed the Group's debt restructuring in 2015 and the sale to EDP of the Group's share in the company Greenvouga, showing a significant improvement when compared with the financial results in the 1st quarter 2015, which were negative in 4.1 million euros.

The net profit attributable to shareholders reached -0.6 million euros (compares with -2.7 million euros in the same period of 2015). The consolidated net profit, including non-controlling interests, reached -2.4 million euros, showing a 9 % improvement when compared with the same period last year and despite the positive influence of the financial results of 0.4 million euros, was penalized by the Solar segment, recognized as a discontinued activity, with a 2 million euros negative impact.

NET PROFIT	MAR-16		MAR-15		VAR. (%)
	M€	WEIGHT	M€	WEIGHT	
Martifer Consolidated	**-2.4**	**100%**	**-2.6**	**100%**	**9%**
Metallic Constructions	-2.6	111%	-0.5	20%	<-100%
Renewables	2.8	-120%	0.6	-24%	>100%
Solar* (discontinued activity)	-2.3	99%	-0.1	3%	<-100%
Holding, other and adjust.	-0.2	9%	-2.6		92%

* Martifer Solar's consolidated net profit (the contribution to Martifer consolidated is -2 million euros, of which -1.1 million euros are attributable to shareholders). The difference is due to consolidation adjustments, included under "Holding, other and adjust..

CAPEX

The amount of investment in the 1st quarter 2016 was 0.7 million euros, mainly resulting from the investment in the metallic constructions segment (0.2 million euros) in the naval industry area and in the Renewables segment (0.5 million euros) from projects in Poland and in Brazil.

CONSOLIDATED CAPITAL STRUCTURE ANALYSIS

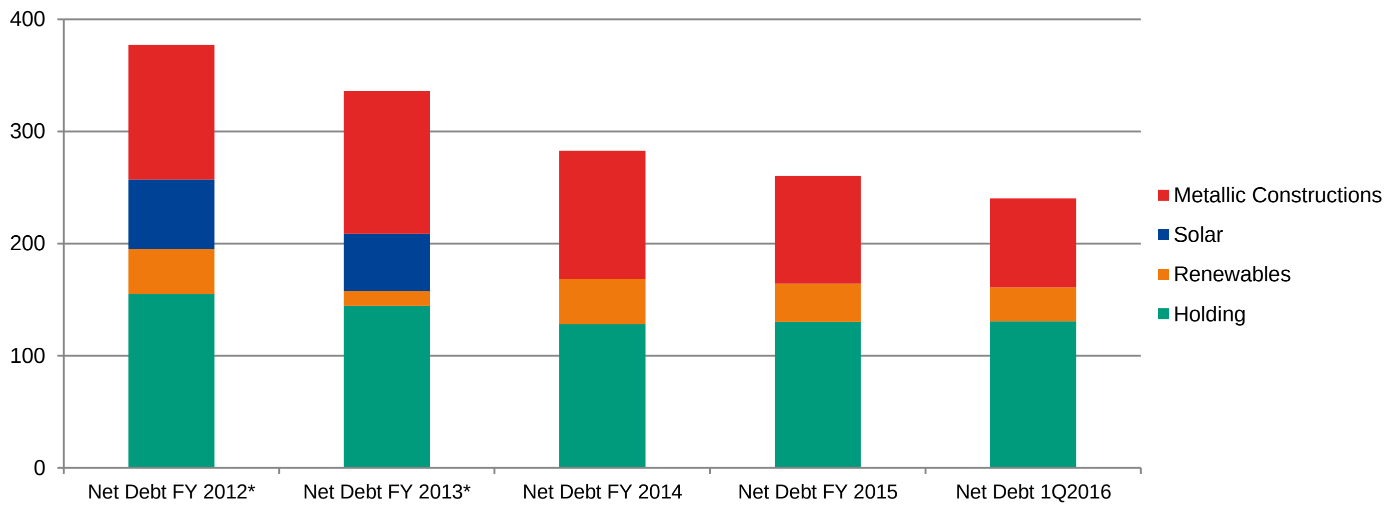
FINANCIAL POSITION

M€	MAR-16	DEC-15	VAR. %
Fixed Assets (including Goodwill)	160.3	163.0	-2%
Other non-current assets	75.1	76.0	-1%
Inventory and Receivables	190.5	179.3	6%
Cash and cash equivalents	57.2	40.6	41%
Non-current assets held for sale	132.3	147.7	-10%
Total Assets	**615.3**	**606.6**	**1%**
Shareholders Equity	37.4	40.0	-7%
Non-controlling interests	-28.0	-26.5	-6%
Non-controlling interests related with non-current assets held for sale	-3.1	-1.9	-66%
Total Equity	**6.2**	**11.7**	**-47%**
Non-current debt and leasings	285.2	286.1	0%
Other non-current liabilities	32.1	32.6	-1%
Current debt and leasings	12.3	14.8	-17%
Other current liabilities	155.4	124.6	25%
Liabilities related with non-current assets held for sale	124.1	137.0	-9%
Total Liabilities	**609.1**	**595.0**	**2%**

The total assets registered a slight increase when compared with the end of 2015, reaching 615 million euros, with the non-current assets totalling 235 million euros, an amount similar to the one registered at the end of the previous year.

Equity on 31st March 2016 totalled 6.2 million euros which compares with 11.7 million euros on 31st December 2015. The equity was penalized by the period's negative net profit (-2.4 million euros) and by the strong unfavourable exchange differences (-2.1 million euros), as well as by other changes and variations in the perimeter. The Equity attributable to shareholders totals 37.4 million euros.

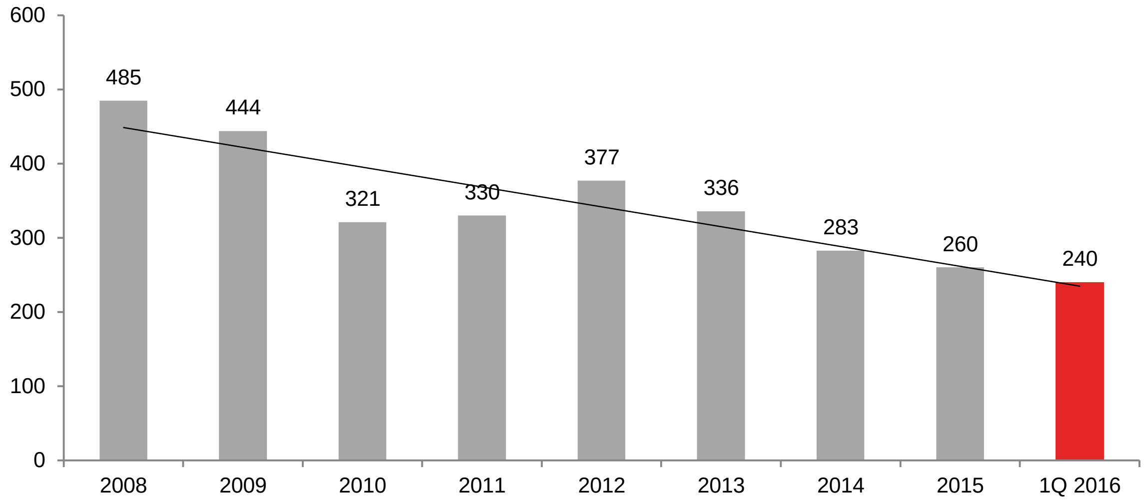
NET DEBT



The Group's consolidated net debt (Borrowings + Financial Leases (+/-) Derivatives – Cash and Cash Equivalents) on 31st March 2016 totalled 240 million euros, showing a 20 million euros decrease when compared with the end of 2015. In 2014, the Group decided to sell Martifer Solar, classifying it as an asset held for sale (*).

The Group continues focused on the net debt reduction process, so it will continue to be committed to selling non-core assets.

TREND OF CONSOLIDATED NET DEBT (M€)



ANALYSIS BY SEGMENT

MARTIFER GROUP

03 | ANALYSIS BY SEGMENT

METALLIC CONSTRUCTIONS

ACTIVITY

The order book at the end of the 1st quarter 2016 totalled 299 million euros and was spread throughout several countries in different geographical regions.

ORDER BOOK BY GEOGRAPHY

GEOGRAPHY	TOTAL	%
Africa	**69**	**23%**
Algeria	22	7%
Sub-Saharan Africa	47	16%
Eastern Europe and Middle East	**27**	**9%**
Western Europe	**204**	**68%**
Metallic Constructions	105	35%
Naval Industry	99	33%
TOTAL	**299**	**100%**

RESULTS

The revenues in the Metallic Constructions segment in the 1st quarter 2016 reached 45.6 million euros; the revenues suffered a sharp reduction when compared with the same period of 2015 (59.5 million euros), mainly due to the sale of the companies in Brazil in 2015. The revenues of this segment remain focused on the foreign market and on the naval industry in Portugal.

The EBITDA in the 1st quarter 2016 was 0.8 million euros, showing a significant decrease when compared with the 1st quarter 2015, with Martifer Aluminium UK Limited showing the most significant decrease, with a 2.3 million euros negative variation.

The financial results totalled -2 million euros, with a 0.3 million euro improvement YoY, despite the strong negative foreign exchange impact, with highlight to the companies in Angola. Due to the Holding's debt restructuring, interest charges were much lower than in the 1st quarter 2015. The financial results continue to have a very significant role in the net profit for the period.

The net profit in the 1st quarter 2016 totalled -2.6 million euros, registering a negative variation YoY (-0.5 million euros).

The total capex in the 1st quarter 2016 was around 0.2 million euros, mainly related with the investment this segment has been performing in the shipbuilding area.

M€	MAR-16	MAR-15	VAR.%
Revenues	45.6	59.5	-23%
EBITDA	**0.8**	**3.5**	**-78%**
EBITDA margin	1.7%	5.9%	-4.2 pp
Depreciation & Amortization	-1.3	-1.6	22%
Provisions & Impairment Losses	0.0	0.1	-90%
EBIT	**-0.5**	**2.0**	**n.m.**
EBIT margin	-1.1%	3.3%	-4.4 pp
Financial Results	-2.0	-2.3	13%
Profit before taxes	-2.5	-0.3	<-100%
Income tax	-0.1	-0.2	36%
Net Profit	**-2.6**	**-0.5**	**<-100%**
Attributable to non-controlling interests	0.0	0.3	-93%
Attributable to shareholders	-2.6	-0.8	<-100%

RENEWABLES

ACTIVITY

Renewables acts as a developer of renewable energy, mainly in wind and PV power projects. More than accumulating power in operation, Martifer Renewables' strategy is focused on the rigorous use of capital in the development and construction of projects, having implemented an asset rotation policy in projects under development, a construction management, an asset management and operation and maintenance (O&M).

RESULTS

The Renewables' total revenues in the 1st quarter 2016 reached 3.5 million euros, which compares with 3.8 million euros YoY and results mainly from the activity in the Romanian wind farm and the solar parks in Spain, as well as the Operation and Maintenance activity.

The EBITDA reached 1.3 million euros in the 1st quarter 2016, showing a 17.5 pp decrease in the margin, due to the operational performance of the farms and parks in operation.

The net profit at the end of the 1st quarter 2016 was positive in 2.8 million euros, registering a significant improvement when compared with the same period of the previous year, in which it totalled just 0.6 million euros. This increase is justified mainly by the sale of Greenvouga to EDP.

The net debt at the end of the 1st quarter 2016 was 30.3 million euros.

M€	MAR-16	MAR-15	VAR.%
Revenues	3.5	3.8	-8%
EBITDA	**1.3**	**2.1**	**-38%**
EBITDA margin	37.1%	54.7%	-17.5 pp
Depreciation & Amortization	-1.5	-1.5	-1%
Provisions & Impairment Losses	0.3	-0.3	n.m.
EBIT	**0.1**	**0.2**	**-62%**
EBIT margin	2.5%	6.1%	-3.6 pp
Financial Results	2.7	0.5	>100%
Profit before taxes	2.8	0.7	>100%
Income tax	0.0	-0.1	91%
Net Profit	**2.8**	**0.6**	**>100%**
Attributable to non-controlling interests	0.0	0.0	17%
Attributable to shareholders	2.8	0.6	>100%

SOLAR

ACTIVITY

The backlog of contracts (signed and in final stage of negotiation) totals 170 million euros for the three business areas of Martifer Solar (Development, EPC and O&M), with Africa representing around 72 % of the total amount.

GEOGRAPHY	TOTAL	%
Africa	122	72%
America	1	1%
Asia	23	13%
Europe	24	14%
TOTAL	**170**	**100%**

RESULTS

The Revenues in the 1st quarter 2016 registered an increase of around 42 % when compared with the 1st quarter 2015, totalling 26.4 million euros versus the 18.6 million euros registered in the same period of last year, justified mainly by the progress in the works of some projects currently under construction in Jordan and in the United Kingdom.

The EBITDA in the 1st quarter 2016 was -0.8 million euros with a margin of around -2.8 % versus 7.3 % in the 1st quarter 2015; this reduction is explained by the lower margins in projects when compared with 2015 and some non-recurring operational costs, namely the reversal of provisions with impact on the EBIT.

Net financial expenses in the 1st quarter 2016, negative in 1.2 million euros, registered a deterioration in around 41 % when compared with the -0.9 million euros in the same period of the previous year.

The net debt at the end of the 1st quarter 2016 reached 59 million euros, registering a favourable evolution when compared with the 61 million euros registered at the end of 2015.

M€	MAR-16	MAR-15	VAR.%
Revenues	26.4	18.6	42%
EBITDA	**-0.8**	**1.4**	**n.m.**
EBITDA margin	-2.8%	7.3%	-10.2 pp
Depreciation & Amortization	-0.5	-0.8	36%
Provisions & Impairment Losses	0.5	0.4	35%
EBIT	**-0.8**	**0.9**	**n.m.**
EBIT margin	-2.9%	4.9%	-7.8 pp
Financial Results	-1.2	-0.9	-41%
Profit before taxes	-2.0	0.1	n.m.
Income tax	-0.4	-0.1	<-100%
Net Profit	**-2.3**	**-0.1**	**<-100%**
Attributable to non-controlling interests	-0.1	-0.1	-25%
Attributable to shareholders	-2.3	0.0	<-100%

MARTIFER
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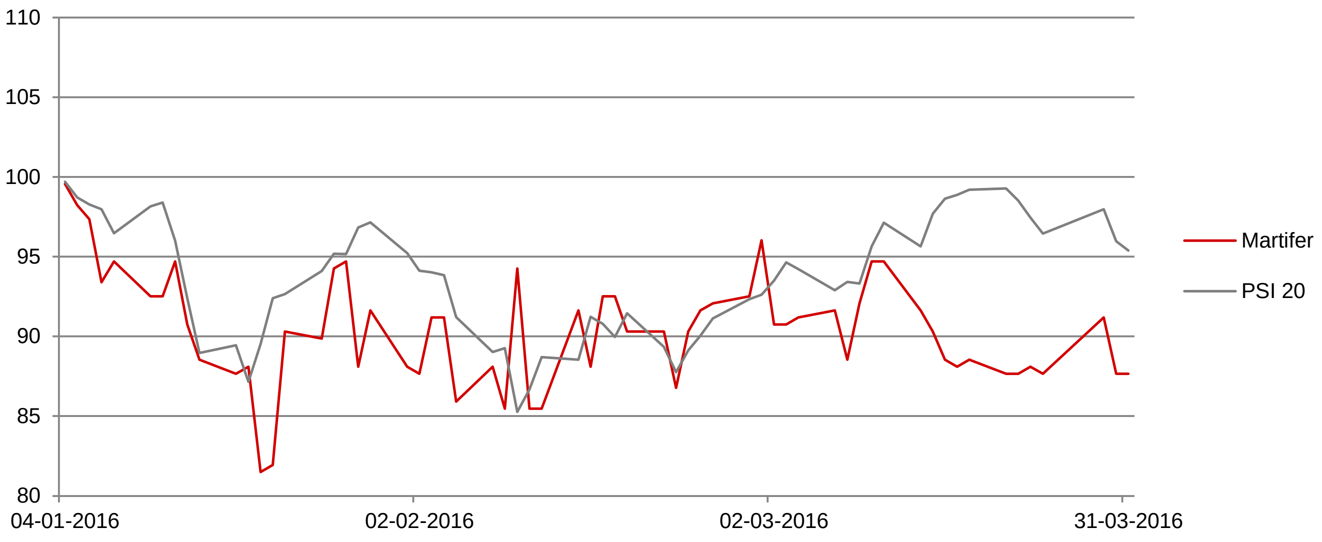
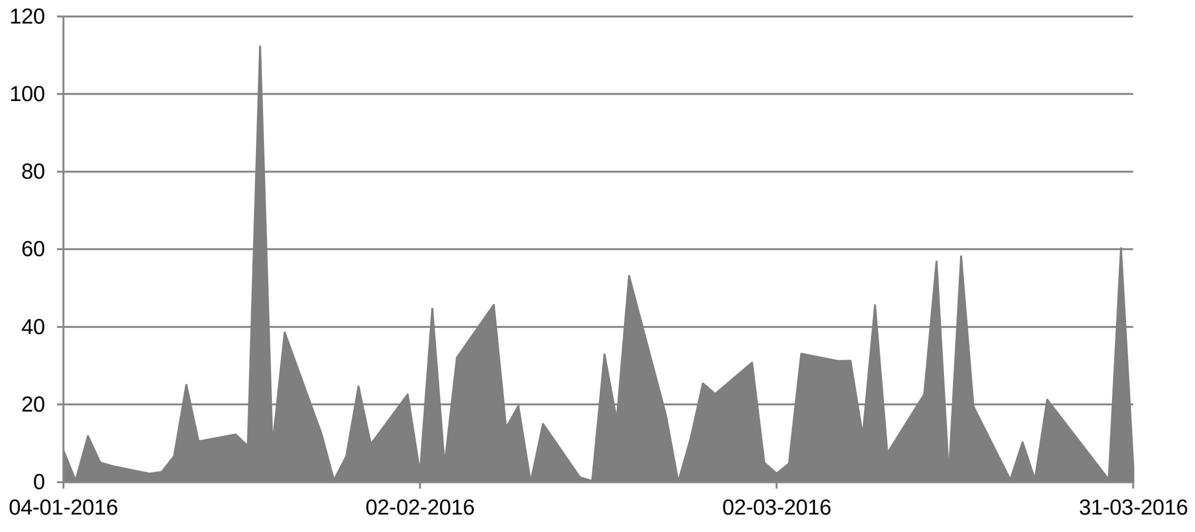
04 | MARTIFER SHARE PRICE PERFORMANCE

SHARE PRICE TREND



Source: Reuters

TRADED VOLUME (‘000 shares)



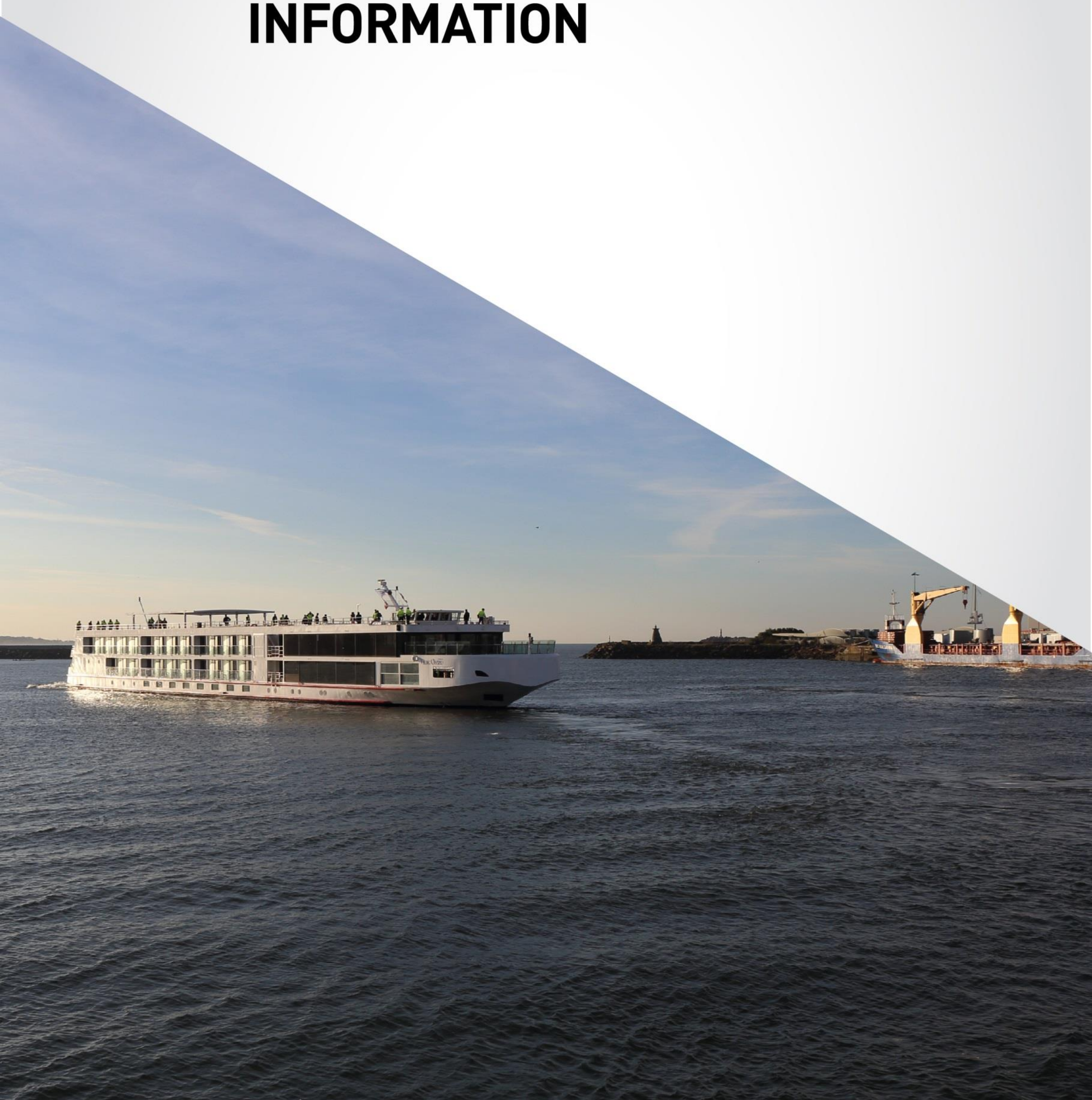
Source: Reuters

The performance of stock markets in the 1st Quarter 2016 was overall marked by a high volatility, with losses over 5 % in January, smaller variations in February and a strong recovery in March. Therefore, by the end of the quarter, shares in developed countries were little changed and in emerging countries they registered an increase in the quarter.

In Portugal, the benchmark index – PSI-20 – accompanied the volatility, with 4.7 % losses in January, 5.9 % losses in February and 5.3 % gains in March.

During the 1st quarter 2016, the value of Martifer's shares showed a 12.3 % decrease. Martifer's share price closed the 1st quarter 2016 at 0.199 €/share. The maximum price achieved was 0.226 €/share and the minimum was 0.185 €/share. The average daily volume of shares traded during the 1st Quarter 2016 was 18,604 shares. Martifer's market value on 31st March 2016 was 19.9 million euros.

INTERIM CONSOLIDATED FINANCIAL INFORMATION



INTERIM CONSOLIDATED FINANCIAL STATEMENTS

MARTIFER GROUP

05 | INTERIM CONSOLIDATED FINANCIAL STATEMENTS

CONSOLIDATED INCOME STATEMENTS FOR THE 3-MONTH PERIODS ENDED ON 31ST MARCH 2016 AND 2015

(amounts expressed in Euro)

(The translation of the consolidated financial statements was originally issued in Portuguese - Note 31)

	NOTES	3M' 2016 (NON-AUDITED)	3M' 2015 (NON-AUDITED)
Sales and services rendered	3 and 4	46,368,403	57,684,430
Other income	5	2,624,002	5,792,110
Cost of goods sold	6	(13,447,235)	(17,660,628)
Subcontractors	7	(13,021,370)	(10,816,938)
External supplies and services	8	(7,810,248)	(13,858,983)
Staff costs	9	(9,838,509)	(14,062,230)
Other expenses	10	(2,883,694)	(1,635,734)
	3	**1,991,349**	**5,442,027**
Amortizations	3	(2,812,888)	(3,459,924)
Provisions	11	289,610	(103,758)
Impairment losses	11	29,961	(125,628)
	3	**(501,968)**	**1,752,717**
Financial income	12	6,277,968	2,237,561
Financial expenses	12	(5,850,621)	(6,690,836)
Gains / (losses) on associate companies and joint arrangements	3, 13	(147,361)	337,575
Profit before tax of continued operational units		**(221,982)**	**(2,362,983)**
Income tax	14	(125,176)	(246,500)
Profit after tax of continued operational units	**3**	**(347,158)**	**(2,609,483)**
Earnings from discontinued operations	20	(2,005,815)	20,757
Attributable to:			
non-controlling interests	20	(913,270)	(550)
owners of Martifer	20	(1,092,545)	21,306
Profit for the year	**3**	**(2,352,973)**	**(2,588,726)**
Attributable to:			
non-controlling interests	21	(1,715,978)	97,227
owners of Martifer		(636,994)	(2,685,955)
Earnings per share:	15		
Basic and diluted		(0.0065)	(0.0275)
from continued operations		0.0047	(0.0277)
from discontinued operations		(0.0112)	0.0002

Note: In September 2014, the Group started to classify the solar business unit (composed of Martifer Solar, SA and its subsidiaries) as a non-current asset held for sale. Since the requirements of IFRS 5 were fulfilled, the contribution to Martifer's consolidated results coming from this segment are presented in an autonomous line in the Consolidated Income statement and the values YoY were adjusted to allow comparison. The breakdown of these contributions is included in the Notes to Consolidated Financial Statements (Note 20).

The accompanying notes are part of these financial statements

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE 3-MONTH PERIODS ENDED ON 31ST MARCH 2016 AND 2015

(amounts expressed in Euro)

(The translation of the consolidated financial statements was originally issued in Portuguese - Note 31)

	3M' 2016 (NON-AUDITED)	3M' 2015 (NON-AUDITED)
Profit for the year	**(2,352,973)**	**(2,588,727)**
Fair value of cash flow hedges (derivatives), net of tax	(16,594)	52,087
Exchange differences arising on (i) translating foreign operations; (ii) net investment in subsidiaries and (iii) goodwill	(2,063,192)	1,144,054
Income recognized directly in equity	**(2,079,786)**	**1,196,142**
Total comprehensive income for the period	**(4,432,759)**	**(1,392,585)**
Attributable to:		
non-controlling interests	(2,710,352)	(278,357)
owners of Martifer	(1,722,406)	(1,114,229)
Total comprehensive income for the period		
from continued operations	(2,272,627)	(1,894,456)
from discontinued operations	(2,160,132)	501,871

Note: In September 2014, the Group started to classify the solar business unit (composed of Martifer Solar, SA and its subsidiaries) as a non-current asset held for sale. Since the requirements of IFRS 5 were fulfilled, the contribution to Martifer's consolidated results coming from this segment are presented in an autonomous line in the Consolidated Income statement and the values YoY were adjusted to allow comparison. The breakdown of these contributions is included in the Notes to Consolidated Financial Statements (Note 20).

The accompanying notes are part of these financial statements

MARTIFER GROUP

CONSOLIDATED STATEMENTS OF THE FINANCIAL POSITION ON 31ST MARCH 2016 AND ON 31ST DECEMBER 2015

(amounts expressed in Euro)

(The translation of the consolidated financial statements was originally issued in Portuguese - Note 31)

	NOTES	31ST MARCH 2016 (NON-AUDITED)	31ST DECEMBER 2015 (AUDITED)
ASSETS			
Non-current assets			
Goodwill		10,980,675	10,980,675
Intangible assets		2,654,074	2,904,590
Tangible fixed assets		146,649,062	149,147,425
Investment properties		25,988,596	25,951,708
Financial assets under the equity method	16	3,259,067	3,150,644
Available for sale investments	17	4,890,321	4,266,234
Other non-current receivables	18	35,010,548	36,662,933
Deferred tax assets		5,944,496	5,942,206
		235,376,839	**239,006,415**
Current assets			
Inventories		10,177,147	8,657,442
Trade receivables	18	80,102,730	74,986,130
Other receivables	18	54,368,765	52,761,111
Income tax		466,582	1,029,684
Current tax assets		5,047,315	5,872,971
Other current assets	19	40,307,595	36,029,340
Cash and cash equivalents		57,162,513	40,549,549
Derivatives		3,528	31,114
Non current assets held for sale	20	132,303,004	147,707,342
		379,939,179	**367,624,683**
Total assets	3	**615,316,017**	**606,631,099**
EQUITY			
Issued capital	21	50,000,000	50,000,000
Share premium		186,500,000	186,500,000
Treasury stock		(2,868,519)	(2,868,519)
Reserves		(195,636,182)	(193,099,200)
Profit for the year		(636,994)	(482,490)
Equity attributable to owners of Martifer		**37,358,305**	**40,049,791**
Non-controlling interests	21	(28,005,809)	(26,500,022)
Non-controlling interests attributable to non current assets held for sale	20, 21	(3,113,276)	(1,877,184)
Total equity		**6,239,220**	**11,672,584**
LIABILITIES			
Non-current liabilities			
Borrowings	22	274,943,581	275,818,851
Obligation under finance leases		10,233,497	10,235,296
Other non-current liabilities	23	11,266,911	11,667,063
Provisions	24	19,964,631	19,973,592
Deferred tax liabilities		916,304	916,299
		317,324,924	318,611,101
Current liabilities			
Borrowings	22	11,577,801	13,828,525
Obligation under finance leases		691,883	988,858
Trade payables	23	63,725,668	61,211,154
Other payables	23	33,545,338	16,550,243
Income tax		1,661,138	2,257,208
Current tax liabilities		8,488,278	2,972,076
Other current liabilities	25	47,965,452	41,559,999
Derivatives		0	0
Liabilities related with non current assets held for sale	20	124,096,316	136,979,351
		291,751,874	276,347,414
Total liabilities	3	**609,076,798**	**594,958,514**
Total equity and liabilities		**615,316,017**	**606,631,099**

The accompanying notes are part of these financial statements

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE 3 MONTH PERIODS ENDED ON 31ST MARCH 2016 AND 2015

(amounts expressed in Euro)

(The translation of the consolidated financial statements was originally issued in Portuguese - Note 31)

	ISSUED CAPITAL	SHARE PREMIUM	TREASURY STOCK	FAIR VALUE RESERVES – CASH FLOW HEDGE DERIVATIVES	FOREIGN CURRENCY TRANSLATION RESERVES	OTHER RESERVES	NET PROFIT OF THE YEAR	EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT	NON-CONTROLLING INTERESTS	TOTAL EQUITY
Balance on 1st January 2015	50,000,000	186,500,000	(2,868,519)	4,004	(19,282,953)	(80,526,421)	(93,535,824)	40,290,287	(24,942,297)	15,347,990
Appropriation of the profit of 2014	-	-	-			(93,535,824)	93,535,824	-	-	-
COMPREHENSIVE INCOME FOR THE YEAR										
Profit for the year	-	-	-	-	-	-	(2,685,955)	(2,685,955)	97,227	(2,588,728)
Exchange differences arising on (i) translating foreign operations and (ii) net investment in subsidiaries	-	-	-	-	1,510,680	-	-	1,510,680	(406,163)	1,104,517
Exchange differences arising on goodwill	-	-	-	-	21,746	-	-	21,746	17,792	39,537
Other changes in equity of parent company and subsidiaries	-	-	-	39,301				39,301	12,786	52,087
Total comprehensive income for the year	-	-	-	39,301	1,532,425	-	(2,685,955)	(1,114,229)	(278,357)	(1,392,586)
Share capital increase in subsidiaries	-	-	-	-	-	-	-	-	215,404	215,404
Other changes in equity of parent company and subsidiaries	-	-	-	-	-	645,318	-	645,318	653,510	1,298,829
Changes in the consolidation perimeter	-	-	-	-	-	399,746	-	399,746	(42,303)	357,444
Transactions with non-controlling interests	-	-	-	-	-	(17,118)	-	(17,118)	17,062	(56)
Balance on 31st March 2015	**50,000,000**	**186,500,000**	**(2,868,519)**	**43,305**	**(17,750,528)**	**(173,034,298)**	**(2,685,955)**	**40,204,005**	**(24,376,980)**	**15,827,025**
Balance on 1st January 2016	50,000,000	186,500,000	(2,868,519)	21,038	(21,860,588)	(171,259,650)	(482,490)	40,049,791	(28,377,206)	11,672,585
Dividend Distribution	-	-	-	-	-	-	-	-	-	-
Appropriation of the profit of 2015	-	-	-	-	-	(482,490)	482,490	-	-	-
COMPREHENSIVE INCOME FOR THE YEAR										
Profit for the year	-	-	-	-	-	-	(636,994)	(636,994)	(1,715,978)	(2,352,972)
Exchange differences arising on (i) translating foreign operations and (ii) net investment in subsidiaries	-	-	-	-	(1,075,498)	-	-	(1,075,498)	(996,295)	(2,071,792)
Exchange differences arising on goodwill	-	-	-	-	4,730	-	-	4,730	3,870	8,600
Other changes in equity of parent company and subsidiaries	-	-	-	(14,644)	-	-	-	(14,644)	(1,950)	(16,594)
Total comprehensive income for the year	-	-	-	(14,644)	(1,070,768)	-	(636,994)	(1,722,406)	(2,710,352)	(4,432,758)
Other changes in equity of parent company and subsidiaries	-	-	-	-	-	(386,722)	-	(386,722)	81,009	(305,713)
Changes in the consolidation perimeter	-	-	-	-	-	(582,359)	-	(582,359)	(112,536)	(694,894)
Balance on 31st March 2016	**50,000,000**	**186,500,000**	**(2,868,519)**	**6,394**	**(22,931,355)**	**(172,711,221)**	**(636,994)**	**37,358,305**	**(31,119,085)**	**6,239,220**

The accompanying notes are part of these financial statements

CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE 3-MONTH PERIODS ENDED ON 31ST MARCH 2016 AND 2015

(amounts expressed in Euro)

(The translation of the consolidated financial statements was originally issued in Portuguese - Note 31)

	NOTES	3 M' 2016 (NON-AUDITED)	3 M' 2015 (NON-AUDITED)
OPERATING ACTIVITIES			
Receipts from customers		61,196,436	67,688,860
Payments to suppliers		(26,324,298)	(43,171,422)
Payments to employees		(9,209,065)	(13,132,824)
Cash generated from operations		25,663,073	11,384,614
Income tax paid / received		(158,144)	(159,912)
Other receipts/(payments) relating to operating activities		(1,290,006)	2,095,704
Cash generated from other operating activities		(1,448,150)	1,935,792
Net cash generated by operating activities from discontinued operations	20	(6,332,494)	(4,541,391)
Net cash generated by operating activities (1)		**17,882,429**	**8,779,015**
INVESTING ACTIVITIES			
Receipts arising from:			
Tangible fixed assets		350,239	265,546
Interest and similar income		1,418,856	182,220
Other		85,848	149,781
		1,854,943	597,547
Payments arising from:			
Tangible fixed assets		(833,144)	(1,740,293)
Intangible assets		(14,271)	(48,174)
Other		(29,507)	(350,185)
		(1,180,522)	(2,138,652)
Net cash generated by investing activities from discontinued operations	20	(489,135)	266,895
Net cash generated by investing activities (2)		**185,286**	**(1,274,209)**
FINANCING ACTIVITIES			
Receipts arising from:			
Borrowings		1,297,801	50,156,162
Issue of equity shares, supplementary capital and share premiums		4,188	24,798
		1,301,989	50,180,960
Payments arising from:			
Borrowings		(4,423,795)	(55,958,874)
Leasings		(296,975)	(270,653)
Interest and similar costs		(3,114,636)	(2,226,080)
Other		(29,507)	(6,433)
		(7,864,913)	(58,462,040)
Net cash generated by financing activities from discontinued operations	20	(3,329,808)	1,680,810
Net cash generated by financing activities (3)		**(9,892,732)**	**(6,600,270)**
Net increase in cash and cash equivalents (4)=(1)+(2)+(3)		8,174,983	904,535
Changes in the consolidation perimeter and others		(142,071)	35,505
Effect of foreign exchange currencies		(1,802,491)	796,862
Cash and cash equivalents at the beginning of the period		52,640,152	28,456,245
Cash and cash equivalents at the end of the period			
from continuing operations		57,162,513	26,487,979
from discontinued operations	20	1,708,060	3,705,168

Note: In September 2014, the Group started to classify the solar business unit (composed of Martifer Solar, SA and its subsidiaries) as a non-current asset held for sale. Since the requirements of IFRS 5 were fulfilled, the contribution to Martifer's consolidated results coming from this segment are presented in an autonomous line in the Consolidated Income statement and the values YoY were adjusted to allow comparison. The breakdown of these contributions is included in the Notes to Consolidated Financial Statements (Note 20).

The accompanying notes are part of these financial statements

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

06 | NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

INTRODUCTORY NOTE

Martifer SGPS, S.A., with its registered head-office at Zona Industrial, town of Oliveira de Frades, in Portugal ('Martifer SGPS' or 'Company'), and its group of companies (all denominated 'Group'), have as their main activities metallic constructions (steel structures, aluminium and glass façades, infrastructures for oil & gas and naval industry) and the promotion and development of renewable energy projects (Note 3).

Martifer SGPS was incorporated on 29th October 2004, having its share capital been realized through the delivery of market valued shares that the shareholders held in Martifer Construções, S.A., a company that was incorporated in 1990 and which at that time was the holding company of the current Martifer Group.

As of the initial public offering in June 2007, the Martifer SGPS, S.A. shares have been listed on Euronext Lisbon.

On 31st March 2016, the Group was developing its activity mainly in Western Europe (Portugal, Spain, France and the United Kingdom), Eastern Europe (Slovakia and Romania), the Middle East (Saudi Arabia), Latin America (Brazil), Sub-Saharan Africa (Angola and Mozambique) and Algeria.

The accompanying notes were selected to help the understanding of the most significant changes in the financial position and the financial performance of the Group since the last annual reporting, dated 31st December 2015.

All the amounts presented in these notes are expressed in euros (rounded to the unit), unless otherwise stated.

These consolidated financial statements haven't been audited.

1. SIGNIFICANT ACCOUNTING POLICIES

BASIS OF PREPARATION

These accompanying consolidated financial statements relate to the consolidated financial statements of Martifer Group and were prepared in accordance with the International Financial Reporting Standards ("IFRS"), as adopted by the European Union, in force at the beginning of the economic period started on 1st January 2016. These are the International Financial Reporting Standards issued by the International Accounting Standards Board ("IASB"), and the interpretations were issued by the International Financial Reporting Interpretations Committee ("IFRIC") or by the previous Standing Interpretations Committee ("SIC"), that have been endorsed by the European Union.

The interim consolidated financial report for the period ended on 31st March 2016 has been prepared in accordance with IAS 34 - 'Interim Financial Reporting' as adopted by the European Union.

These consolidated financial statements have been prepared on a going concern basis from the books and accounting records of the companies included in the consolidation (Note 2) and have been prepared under the historical cost convention, except for the revaluation of certain financial instruments, which are stated at fair value.

The accounting policies and measuring criteria adopted are consistent with those considered in the financial statements for the year ended on 31st December 2015 and disclosed in the corresponding notes.

The standards that entered into force on 1st January 2016 had no significant impact on the Group's consolidated financial statements now issued.

The consolidated financial statements are presented in euros since this is the main currency of the Group's operations.

In the preparation of the consolidated financial statements, in accordance with the IAS/IFRS, the Group's Board of Directors adopted certain assumptions and estimations that affect the assets and liabilities reported, as well as the profits and losses incurred related to the reported periods. All the estimations and assumptions of the Board of Directors were carried out taking into consideration the best knowledge available of the events and the negotiations in progress on the day of the approval of the financial statements.

2. GROUP COMPANIES INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENTS

The Group companies included in the consolidated financial statements, their consolidation methods, head offices and percentage of share capital held by the Group, on 31st March 2016 and on 31st December 2015 are as follows:

COMPANIES CONSOLIDATED USING THE FULL CONSOLIDATION METHOD

				SHARE CAPITAL HELD PERCENTAGE			FY2015
COMPANY	HEAD OFFICE	COUNTRY	DESIGNATION	DIRECTLY	INDIRECTLY	TOTAL	TOTAL
Martifer SGPS, S.A.	**Oliveira de Frades**	**Portugal**	**Martifer SGPS**	**Holding**			
Martifer Metallic Constructions SGPS, S.A.	**Oliveira de Frades**		**Martifer Metallic Constructions** [3]	**75.00%**	**-**	**75.00%**	**75.00%**
Martifer - Construções Metalomecânicas, S.A.	Oliveira de Frades	Portugal	Martifer Construções	-	75.00%	75.00%	75.00%
Martifer Mota-Engil Coffey Construction Joint Venture Limited	Dublin	Ireland	MMECC [1]	-	45.00%	45.00%	45.00%
Martifer Alumínios Angola, S.A.	Luanda	Angola	Martifer Alumínios Angola	-	75.00%	75.00%	75.00%
Martifer Aluminium Limited	Dublin	Ireland	Martifer Aluminium Irlanda	-	75.00%	75.00%	75.00%
Martifer Aluminium UK Limited	London	United Kingdom	Martifer Aluminium Reino Unido	-	75.00%	75.00%	75.00%
Martifer Aluminium SAS	Rungis	France	Martifer Aluminium França	-	75.00%	75.00%	75.00%
Martifer – Construcciones Metálicas España, S.A.	Madrid	Spain	Martifer Espanha	-	75.00%	75.00%	75.00%
Martifer – Construções Metálicas Angola, S.A.	Luanda	Angola	Martifer Angola	-	59.06%	59.06%	59.06%
Martifer Construction Limited	Dublin	Ireland	Martifer Irlanda	-	75.00%	75.00%	75.00%
Martifer Polska Sp. Zo.o.	Gliwice	Poland	Martifer Polska	-	75.00%	75.00%	75.00%
Martifer Constructions, SAS	Rungis	France	Martifer França	-	75.00%	75.00%	75.00%
Martifer Inovação e Gestão, S.A.	Oliveira de Frades	Portugal	Martifer Inovação	-	75.00%	75.00%	75.00%
Martifer Romania SRL	Bucharest	Romania	Martifer Roménia	2%	73.50%	75.50%	75.50%
Park Logistyczny Biskupice	Gliwice	Poland	Biskupice	-	75.00%	75.00%	75.00%
Martifer Konstrukcje Sp. Z o.o.	Gliwice	Poland	Martifer Konstrukcje	-	75.00%	75.00%	75.00%
Martifer Slovakia S.R.O.	Bratislava	Slovakia	Martifer Slovakia	-	75.00%	75.00%	75.00%
Sociedade de Madeiras do Vouga, S.A.	Albergaria-a-Velha	Portugal	Madeiras do Vouga	-	75.00%	75.00%	75.00%
Martifer - Gestão de Investimentos, S.A.	Oliveira de Frades	Portugal	MGI	-	75.00%	75.00%	75.00%
Nagatel Viseu, Promoção Imobiliária, S.A.	Oliveira de Frades	Portugal	Nagatel Viseu	-	75.00%	75.00%	75.00%
Martifer Retail & Warehousing Angola, S.A.	Luanda	Angola	Martifer Retail Angola	-	75.00%	75.00%	75.00%
Martifer Aluminium Pty, Ltd	Sidney	Australia	Sassall	-	75.00%	75.00%	75.00%
Martifer UK Limited	London	United Kingdom	Martifer UK	-	75.00%	75.00%	75.00%
MT Construction Maroc, S.A.R.L.	Tangier	Morocco	Martifer Marrocos	-	75.00%	75.00%	75.00%
Saudi Martifer Constructions LLC	Riyadh	Saudi Arabia	Martifer Arábia Saudita	-	75.00%	75.00%	75.00%
Martifer Beteiligungsverwaltungs GmbH	Vienna	Austria	Martifer GmbH	100.00%	-	100.00%	100.00%
M City Gliwice Sp. Zo.o	Gliwice	Poland	M City Gliwice	-	75.00%	75.00%	75.00%
Martifer Energy Systems II, SGPS, S.A.	Oliveira de Frades	Portugal	Martifer Energy	-	-	-	75.00%

COMPANY	HEAD OFFICE	COUNTRY	DESIGNATION	SHARE CAPITAL HELD PERCENTAGE DIRECTLY	INDIRECTLY	TOTAL	FY2015 TOTAL
			Systems II [3]				
Martifer Energia S.R.L.	Bucharest	Romania	Martifer Energia Roménia	-	75.00%	75.00%	75.00%
Martifer Energia LLC	Kiev	Ukraine	Martifer Energia Ucrânia	-	75.00%	75.00%	75.00%
Martifer Wind Energy Systems LLC	San Angelo TX	USA	Martifer Wind USA	-	75.00%	75.00%	75.00%
Martifer Energy Systems PTY	Cape Town	South Africa	Martifer Energia África do Sul	-	63.75%	63.75%	63.75%
Navalria – Docas, Construções e Reparações Navais, S.A.	Aveiro	Portugal	Navalria	-	75.00%	75.00%	75.00%
Gebox, S.A.	Ílhavo	Portugal	Gebox	-	75.00%	75.00%	75.00%
West Sea - Estaleiros Navais, Lda.	Oliveira de Frades	Portugal	West Sea	-	75.00%	75.00%	75.00%
Martifer Global SGPS, S.A.	Oliveira de Frades	Portugal	Martifer Global [3]	-	-	-	75.00%
Martifer Construcciones Peru, S.A.	Lima	Peru	Martifer Peru	-	75.00%	75.00%	75.00%
Martifer Amal, S.A.	Oliveira de Frades	Portugal	Martifer Amal	-	45.00%	45.00%	45.00%
Global Holding Limited	Zebbug	Malta	Global Holding Limited	-	75.00%	75.00%	75.00%
Global Engineering & Construction Limited	Zebbug	Malta	Global Engineering	-	75.00%	75.00%	75.00%
Martifer Solar SGPS, S.A.	**Oliveira de Frades**	**Portugal**	**Martifer Solar SGPS**	**100.00%**	**-**	**100.00%**	**100.00%**
Martifer Solar, S.A.	Oliveira de Frades	Portugal	Martifer Solar [2]	-	55.00%	55.00%	55.00%
Martifer Solar Sistemas Solares, S.A.	Madrid	Spain	Martifer Solar Sistemas Solares [2]	-	55.00%	55.00%	55.00%
Solar Parks Construccion Parques Solares ETVE, S.A.	Madrid	Spain	Solar Parks [2]	-	55.00%	55.00%	55.00%
MTS Solar Sistemas Solares, S.A.	Mexico City	Mexico	Martifer Solar México [2]	-	55.00%	55.00%	55.00%
Martifer Solar Chile Holding, Lda	Santiago	Chile	Martifer Solar Chile [2]	-	55.00%	55.00%	55.00%
Mencey Solar SpA	Santiago	Chile	Mencey Solar [2]	-	55.00%	55.00%	55.00%
Dehesa Solar SpA	Santiago	Chile	Dehesa Solar [2]	-	55.00%	55.00%	55.00%
Martifer Solar Servicios México	Mexico City	Mexico	Martifer Solar Servicios México [2]	-	55.00%	55.00%	55.00%
Martifer Solar S.R.L.	Milan	Italy	Martifer Solar Itália [2]	-	55.00%	55.00%	55.00%
MTS1 S.R.L.	Siracusa	Italy	MTS1 [2]	-	55.00%	55.00%	55.00%
MTS2 S.R.L.	Siracusa	Italy	MTS2 [2]	-	55.00%	55.00%	55.00%
Martifer Solar RO S.R.L.	Bucharest	Romania	Martifer Solar Roménia [2]	-	55.00%	55.00%	55.00%
Martifer Solar Inc.	S. Francisco CA	USA	Martifer Inc. [2]	-	55.00%	55.00%	55.00%
MT Silverado Fund I LLC	S. Francisco CA	USA	Silverado [1] [2]	-	31.42%	31.42%	31.42%
Martifer Solar Hellas, A.T.E.	Athens	Greece	PVI [1] [2]	-	39.13%	39.13%	39.13%
Martifer Solar Angola	Luanda	Angola	Martifer Solar Angola [1] [2]	-	41.25%	41.25%	41.25%
Martifer Solar N.V.	Deerlijk	Belgium	Martifer Solar Bélgica [2]	-	55.00%	55.00%	55.00%
Martifer Solar UK Limited	London	United Kingdom	Martifer Solar UK [2]	-	55.00%	55.00%	55.00%
MTS Exbury Solar Limited	London	United Kingdom	MTS Exbury Solar Limited [2]	-	55.00%	55.00%	55.00%
MTS Manton Manor Solar Limited	London	United Kingdom	MTS Manton Manor Solar Limited [2]	-	55.00%	55.00%	55.00%
MTS Stud Farm Solar Limited	London	United Kingdom	MTS Stud Farm Solar Limited [2]	-	55.00%	55.00%	55.00%
MTS Penderi Solar Limited	London	United Kingdom	MTS Penderi Solar Limited [2]	-	55.00%	55.00%	55.00%
Martifer Solar S.A.S.	Lyon	France	Martifer Solar França [2]	-	55.00%	55.00%	55.00%
Home Energy France SAS	Lyon	France	Home Energy França [2]	-	55.00%	55.00%	55.00%
PVGlass S.r.l	Milan	Italy	PVGlass Itália [2]	-	55.00%	55.00%	55.00%
MPrime Solar Solutions, S.A.	Oliveira de Frades	Portugal	Mprime [2]	-	55.00%	55.00%	55.00%
Sol Cativante, Lda.	Sever do Vouga	Portugal	Sol Cativante [2]	-	55.00%	55.00%	55.00%

				SHARE CAPITAL HELD PERCENTAGE			FY2015
COMPANY	HEAD OFFICE	COUNTRY	DESIGNATION	DIRECTLY	INDIRECTLY	TOTAL	TOTAL
Martifer Solar Investments, B.V.	Amsterdam	Netherlands	Martifer Solar Holanda[2]	-	55.00%	55.00%	55.00%
MTS6 S.R.L.	Siracusa	Italy	MTS6[2]	-	55.00%	55.00%	55.00%
Martifer Solar SK s.r.o.	Dolny Kubin	Slovakia	Martifer Solar Eslováquia[2]	-	55.00%	55.00%	55.00%
Ginosa Solar Farm, S.R.L.	Rome	Italy	Ginosa Solar Farm[2]	-	55.00%	55.00%	55.00%
Solar Spritehood S.R.L	Rome	Italy	Solar Spritehood[2]	-	55.00%	55.00%	55.00%
Steadfast Fairview Solar, Ltd	Andover	United Kingdom	Steadfast Fairview Solar[2]	-	55.00%	55.00%	55.00%
Martifer Solar UA, LLC	Kiev	Ukraine	Martifer Solar Ucrânia[2]	-	55.00%	55.00%	55.00%
Inspira Martifer Solar Limited	Mumbai	India	Inspira Martifer Solar [1,2]	-	28.05%	28.05%	28.05%
Societé Developpement Local SA	Dakar	Senegal	Martifer Solar Senegal [1,2]	-	28.05%	28.05%	28.05%
Martimak Solar	Besiktas	Turkey	Martimak[1,2]	-	44.00%	44.00%	44.00%
Martiper Solar	Besiktas	Turkey	Martiper[1,2]	-	44.00%	44.00%	44.00%
Martifer Solar Lasout	Lyon	France	MTSFR-Lasout[2]	-	55.00%	55.00%	55.00%
Martifer Solar Parrou	Lyon	France	MTSFR-Parrou [2]	-	55.00%	55.00%	55.00%
Martifer Solar Parroc	Lyon	France	MTSFR-Parroc [2]	-	55.00%	55.00%	55.00%
Martifer Solar Singapura PTE. LTD.	Singapore	Singapore	Martifer Solar Singapura[2]	-	55.00%	55.00%	55.00%
Martifer Solar Japan KK	Tokyo	Japan	Martifer Solar Japan[2]	-	55.00%	55.00%	55.00%
Solariant Portfolio GK One	Tokyo	Japan	Solariant Portfolio GK One[2]	-	55.00%	55.00%	55.00%
EVIVA SOLAR 1 LTD	Athens	Greece	Eviva Solar 1[2]	-	54.90%	54.90%	54.90%
EVIVA SOLAR 2 LTD	Athens	Greece	Eviva Solar 2[2]	-	54.90%	54.90%	54.90%
Khepri Solar B.V._NL	Amsterdam	Netherlands	Khepri Solar[2]	-	55.00%	55.00%	55.00%
RA Solar S.A.E	Cairo	Egypt	RA Solar	-	49.50%	49.50%	-
Martifer Solar MZ, S.A.	Maputo	Mozambique	Martifer Solar Moçambique [1,2]	-	28.05%	28.05%	28.05%
Greencoverage Unipessoal, Lda.	Oliveira de Frades	Portugal	Greencoverage[2]	-	55.00%	55.00%	55.00%
Martifer Solar, Ltda	Pindamonhangaba	Brazil	Martifer Solar Brasil[2]	-	54.45%	54.45%	54.45%
Visiontera Unipessoal, Lda	Oliveira de Frades	Portugal	Visiontera[2]	-	55.00%	55.00%	55.00%
Martifer Solar Middle East	Dubai	United Arab Emirates	Martifer Solar Middle East[2]	-	55.00%	55.00%	55.00%
Belive in Bright Unipessoal, LDA.	Oliveira de Frades	Portugal	Belive in Bright[2]	-	55.00%	55.00%	55.00%
Martifer Solar S.A (Sucursal Jordânia)	Amman	Jordan	Martifer Solar Jordânia	-	55.00%	55.00%	55.00%
Martifer Renewables SGPS, S.A.	**Oliveira de Frades**	**Portugal**	**Martifer Renewables SGPS**	**100.00%**	**-**	**100.00%**	**100.00%**
Martifer Renewables, S.A.	Oliveira de Frades	Portugal	Martifer Renewables SA	-	100.00%	100.00%	100.00%
Martifer Renewables ETVE, S.A.U.	Madrid	Spain	Martifer Renovables	-	100.00%	100.00%	100.00%
Eurocab FV 1 S.L.	Madrid	Spain	Eurocab 1	-	100.00%	100.00%	100.00%
Eurocab FV 2 S.L.	Madrid	Spain	Eurocab 2	-	100.00%	100.00%	100.00%
Eurocab FV 3 S.L.	Madrid	Spain	Eurocab 3	-	100.00%	100.00%	100.00%
Eurocab FV 4 S.L.	Madrid	Spain	Eurocab 4	-	100.00%	100.00%	100.00%
Eurocab FV 5 S.L.	Madrid	Spain	Eurocab 5	-	100.00%	100.00%	100.00%
Eurocab FV 6 S.L.	Madrid	Spain	Eurocab 6	-	100.00%	100.00%	100.00%
Eurocab FV 7 S.L.	Madrid	Spain	Eurocab 7	-	100.00%	100.00%	100.00%
Eurocab FV 8 S.L.	Madrid	Spain	Eurocab 8	-	100.00%	100.00%	100.00%
Eurocab FV 9 S.L.	Madrid	Spain	Eurocab 9	-	100.00%	100.00%	100.00%
Eurocab FV 10 S.L.	Madrid	Spain	Eurocab 10	-	100.00%	100.00%	100.00%
Eurocab FV 11 S.L.	Madrid	Spain	Eurocab 11	-	100.00%	100.00%	100.00%
Eurocab FV 12 S.L.	Madrid	Spain	Eurocab 12	-	100.00%	100.00%	100.00%

				SHARE CAPITAL HELD PERCENTAGE			FY2015
COMPANY	HEAD OFFICE	COUNTRY	DESIGNATION	DIRECTLY	INDIRECTLY	TOTAL	TOTAL
Eurocab FV 13 S.L.	Madrid	Spain	Eurocab 13	-	100.00%	100.00%	100.00%
Eurocab FV 14 S.L.	Madrid	Spain	Eurocab 14	-	100.00%	100.00%	100.00%
Eurocab FV 15 S.L.	Madrid	Spain	Eurocab 15	-	100.00%	100.00%	100.00%
Eurocab FV 16 S.L.	Madrid	Spain	Eurocab 16	-	100.00%	100.00%	100.00%
Eurocab FV 17 S.L.	Madrid	Spain	Eurocab 17	-	100.00%	100.00%	100.00%
Eurocab FV 18 S.L.	Madrid	Spain	Eurocab 18	-	100.00%	100.00%	100.00%
Eurocab FV 19 S.L.	Madrid	Spain	Eurocab 19	-	100.00%	100.00%	100.00%
Eviva Energy S.R.L.	Bucharest	Romania	Eviva Roménia	-	100.00%	100.00%	100.00%
Eviva Nalbant S.R.L.	Bucharest	Romania	Eviva Nalbant	-	100.00%	100.00%	100.00%
Eviva Agighiol S.R.L.	Bucharest	Romania	Eviva Agighiol	-	100.00%	100.00%	100.00%
Eviva Casimcea S.R.L.	Bucharest	Romania	Eviva Casimcea	-	100.00%	100.00%	100.00%
Premium Management Consulting, S.R.L.	Bucharest	Romania	Premium Management	-	85.00%	85.00%	85.00%
Martifer Renewables, S.A.	Gliwice	Poland	Eviva Polónia	-	100.00%	100.00%	100.00%
Martifer Renewables Pty, Ltd.	Sidney	Australia	Eviva Austrália	-	-	-	100.00%
Eviva Beteiligungsverwaltungs GmbH	Vienna	Austria	Eviva GmbH	-	100.00%	100.00%	100.00%
Eviva Hidro S.R.L.	Bucharest	Romania	Eviva Hidro	1.00%	99.00%	100.00%	100.00%
Martifer Deutschland GmbH	Berlin	Germany	Martifer Deutschland	-	100.00%	100.00%	100.00%
Wind Farm Odrzechowa Sp. Zo.o	Gliwice	Poland	Wind Odrzechowa	-	100.00%	100.00%	100.00%
Wind Farm Bukowsko Sp. Zo.o	Gliwice	Poland	Wind Farm Bukowsko	-	100.00%	100.00%	100.00%
Wind Farm Markowa Sp. Zo.o	Gliwice	Poland	Wind Farm Markowa	-	100.00%	100.00%	100.00%
Wind Farm Lada Sp. Zo.o	Gliwice	Poland	Wind Farm Lada	-	100.00%	100.00%	100.00%
Wind Farm Jawornik Sp. Zo.o	Gliwice	Poland	Wind Farm Jawornik	-	100.00%	100.00%	100.00%
Wind Farm Piersno Sp. Zo.o	Gliwice	Poland	Wind Farm Piersno	-	100.00%	100.00%	100.00%
Wind Farm Oborniki Sp. Zo.o	Gliwice	Poland	Wind Farm Oborniki	-	100.00%	100.00%	100.00%
Martifer Renewables Brazil B.V.	Amsterdam	Netherlands	Renewables Holanda	-	100.00%	100.00%	100.00%
Martifer Renewables Investments ETVE, S.A.	Madrid	Spain	Eurocab 21	-	100.00%	100.00%	100.00%
Martifer Renewables Italy BV	Amsterdam	Netherlands	Renewables Italy Holanda	-	100.00%	100.00%	100.00%
Martifer Renewables Brasil Participações LTDA	Fortaleza	Brazil	Martifer Renewables Brasil	-	100.00%	100.00%	100.00%
Martifer Renováveis - Geração de Energia e Participações S.A.	Fortaleza	Brazil	Ventania	-	55.00%	55.00%	55.00%
Eólica Cajueiro da Praia, Ltda.	Fortaleza	Brazil	Cajueiro	-	55.00%	55.00%	55.00%
SBER – Sociedade Brasileira de Energias Renováveis, Ltda.	Fortaleza	Brazil	SBER 1)	-	46.88%	46.88%	46.88%
MSPAR Energia e Participações, SA	Barueri	Brazil	MSPAR	-	100.00%	100.00%	100.00%
Floresta I, Geração de Energia S.A.	Areia Branca	Brazil	Floresta I	-	99.00%	99.00%	99.00%
Floresta II, Geração de Energia S.A.	Areia Branca	Brazil	Floresta II	-	99.00%	99.00%	99.00%
Floresta III, Geração de Energia S.A.	Areia Branca	Brazil	Floresta III	-	99.00%	99.00%	99.00%
Floresta IV, Geração de Energia S.A.	Areia Branca	Brazil	Floresta IV	-	99.00%	99.00%	99.00%
Martifer Renewables O&M Sp. z o.o.	Gliwice	Poland	Martifer Renewables O&M	-	52.00%	52.00%	52.00%

1) The consolidation of these companies using the full consolidation method is a consequence of the Group having stepped shareholdings, exercising control at each level.
2) This company is classified on 31st March 2016 and on 31st December 2015 as a non-current asset held for sale (Note 20).
3) Martifer Energy Systems and Martifer Global SGPS merged with Martifer Metallic Constructions SGPS and as a consequence the first two were extinguished.

COMPANIES CONSOLIDATED USING THE EQUITY METHOD

The companies consolidated using the equity method, their registered offices and the percentage of share capital held by the Group are as follows:

				SHARE CAPITAL HELD PERCENTAGE			FY 2015
COMPANY	HEAD OFFICE	COUNTRY	DESIGNATION	DIRECTLY	INDIRECTLY	TOTAL	TOTAL
Metallic Constructions							
Associate companies:							
Liszki Green Park, Sp. Zo.o	Gliwice	Poland	Liszki Green Park	-	33.75%	33.75%	33.75%
Martifer Amal, S.A.	Nacala	Mozambique	Martifer Amal	-	26.25%	26.25%	26.25%
Martimetal Spa	Algiers	Algeria	Martimetal	-	36.75%	36.75%	36.75%
Joint control companies:							
Promoquatro – Investimentos Imobiliários, Lda.	Oliveira de Frades	Portugal	Promoquatro	-	37.50%	37.50%	37.50%
M City Bialystok Sp. Zo.o	Gliwice	Poland	M City Bialystok	-	37.50%	37.50%	37.50%
M City Radom Sp. Zo.o	Gliwice	Poland	M City Radom	-	37.50%	37.50%	37.50%
M. City Szczecin Sp. Z o.o.	Gliwice	Poland	M City Szczecin	-	37.50%	37.50%	37.50%
Solar							
Associate companies:							
Parque Solar Seseña I, S.L.	Madrid	Spain	Seseña I 1)	-	20.61%	20.61%	20.61%
Empresa de Energia Renovable Maria del Sol Norte S.A.	Santiago	Chile	Maria del Sol 1)	-	26.95%	26.95%	26.95%
MSN Solar Uno SpA	Santiago	Chile	MSN Solar Uno 1)	-	26.95%	26.95%	26.95%
MSN Solar Dos SpA	Santiago	Chile	MSN Solar Dos 1)	-	26.95%	26.95%	26.95%
MSN Solar Tres SpA	Santiago	Chile	MSN Solar Tres 1)	-	26.95%	26.95%	26.95%
MSN Solar Cuatro SpA	Santiago	Chile	MSN Solar Cuatro 1)	-	26.95%	26.95%	26.95%
MSN Solar Cinco SpA	Santiago	Chile	MSN Solar Cinco 1) 2)	-	26.95%	26.95%	26.95%
Martifer Solar Canadá, Ltd.	Toronto	Canada	Martifer Solar Canadá 2)	-	-	-	27.50%
Renewables							
Joint control companies:							
Ventinveste, S.A.	Lisbon	Portugal	Ventinveste SA	6%	42.5%	48.50%	48.50%
Âncora Wind – Energia Eólica, S.A	Lisbon	Portugal	Âncora	-	24.25%	24.25%	24.25%
Parque Eólico do Douro Sul, S.A.	Lisbon	Portugal	PE Douro Sul	-	24.25%	24.25%	24.25%
Parque Eólico de Vale do Chão, S.A.	Lisbon	Portugal	PE Vale do Chão	-	24.25%	24.25%	24.25%
Parque Eólico de Torrinheiras, S.A.	Lisbon	Portugal	PE Torrinheiras	-	48.50%	48.50%	48.50%
Parque Eólico do Pinhal do Oeste, S.A.	Lisbon	Portugal	PE Pinhal do Oeste	-	48.50%	48.50%	48.50%
Parque Eólico de Vale Grande. S.A.	Lisbon	Portugal	PE Vale Grande	-	48.50%	48.50%	48.50%
Parque Eólico do Cabeço Norte, S.A.	Lisbon	Portugal	PE Cabeço Norte	-	48.50%	48.50%	48.50%
Parque Eólico da Serra do Oeste, S.A.	Lisbon	Portugal	PE Serra do Oeste	-	48.50%	48.50%	48.50%
Parque Eólico do Planalto, S.A.	Lisbon	Portugal	PE Planalto	-	48.50%	48.50%	48.50%
SPEE 3 – Parque Eólico do Baião, S.A.	Lisbon	Portugal	SPEE 3	-	50.00%	50.00%	50.00%
SPEE 2 – Parque Eólico de Vila Franca de Xira, S.A.	Oliveira de Frades	Portugal	SPEE 2	-	50.00%	50.00%	50.00%
Parque Eólico da Penha da Gardunha, Lda.	Oliveira de Frades	Portugal	PE Penha da Gardunha	-	50.00%	50.00%	50.00%
Associate companies:							
FW Warta Sp. z.o.o	Krakow	Poland	Warta	-	25.00%	25.00%	-

1) This company is classified on 31st March 2016 as a non-current asset held for sale (Note 20).
2) The consolidation of this company through the equity method results from the Group having only significant influence on the company.

During the period ended on 31st March 2016 and during 2015, the changes occurred in the consolidation perimeter were as follows:

Incorporated companies:

During the first three months of 2016:

DURING THE FIRST THREE MONTHS OF 2016	HEAD OFFICE	COUNTRY
Solar		
Subsidiary companies:		
RA Solar S.A.E.	Cairo	Egypt

In 2015:

FY 2015	HEAD OFFICE	COUNTRY
Renewables		
Subsidiary companies:		
Floresta I, Geração de Energia S.A.	Areia Branca	Brazil
Floresta II, Geração de Energia S.A.	Areia Branca	Brazil
Floresta III, Geração de Energia S.A.	Areia Branca	Brazil
Floresta IV, Geração de Energia S.A.	Areia Branca	Brazil
Solar		
Subsidiary companies:		
Martifer Solar Lasout	Lyon	France
Martifer Solar Parrou	Lyon	France
Martifer Solar Parroc	Lyon	France
Martifer Solar S.A (Sucursal Jordânia)	Amman	Jordan
Khepri Solar B.V._NL	Amsterdam	Netherlands
Mencey Solar SpA	Santiago	Chile
Dehesa Solar SpA	Santiago	Chile

Acquired companies:

During the first three months of 2016:

DURING THE FIRST THREE MONTHS OF 2016	HEAD OFFICE	COUNTRY
Renewables		
Associate companies:		
FW Warta Sp. Z.o.o	Krakow	Poland

In 2015:

FY 2015	HEAD OFFICE	COUNTRY
Other:		
Moléculaviva-Unipessoal, Lda	Lisbon	Portugal

Sold / liquidated companies:

During the first three months of 2016:

DURING THE FIRST THREE MONTHS OF 2016	HEAD OFFICE	COUNTRY
Solar		
Associate companies:		
Martifer Solar Canadá, Ltd.	Toronto	Canada
Renewables		
Subsidiary companies:		
Martifer Renewables Pty, Ltd.	Sidney	Australia

In 2015:

FI 2015	HEAD OFFICE	COUNTRY
Metallic Constructions		
Associate companies:		
Martifer - Construções Metálicas, Ltda.	Fortaleza	Brazil
Martifer Alumínios Ltda	São Paulo	Brazil
Solar		
Canopy Naos	Paris	France
Martifer Solar Finance LLC	S. Francisco CA	USA
Cañaverosa Renovables	Madrid	Spain
MTS7, S.R.L.	Rome	Italy
MTS3 S.R.L.	Siracusa	Italy
Martifer Solar CZ	Prague	Czech Republic
Parque Solar Seseña III, S.L.	Madrid	Spain
MPrime GMBH	Munich	Germany
MTS Tonge Solar Limited	London	United Kingdom
Renewables		
Melosa- Geração de Energia e Participações, Ltda.	Fortaleza	Brazil
Eviva Dunowo, Sp. Z o.o.	Gliwice	Poland
Eviva Gizalki Sp. Zo.o	Miastko	Poland
MW Topolog, S.R.L.	Bucharest	Romania

Changes in the consolidation method:

During the first three months of 2016:

There were no changes in the consolidation method during this period.

In 2015:

Martifer Amal, S.A. (Portugal) – from equity to full consolidation method due to the increase in participation by Martifer Global to 60 %, with the Group owning only 45 % (due to the sale of Martifer SGPS, S.A.'s share in Martifer Global SGPS, S.A. to Martifer Metallic Constructions SGPS, S.A., but with control over it).

Cañaverosa Renovables, SL – from equity to full consolidation method due to the increase in participation by the Group to 54.98 %. This participation was meanwhile sold during the second quarter of 2015.

Prio Group – in 2015 it stopped being consolidated through the equity method, since the Group does not have any significant influence, due to the residual value of the Group's share and with the share reduction prospect confirmed.

Other changes in the consolidation perimeter:

During the first three months of 2016:

Martifer Energy Systems SGPS, S.A. and Martifer Global SGPS, S.A. were merged in Martifer Metallic Constructions SGPS, S.A. and therefore the first two were extinguished.

In 2015:

Eviva Nalbant, srl – increase in the shareholding held from 99.99997 % to 100 %.

Eviva Casimcea, srl – increase in the shareholding held from 99 % to 100 %.

Eviva Agighiol, srl – increase in the shareholding held from 99 % to 100 %.

SBER- Sociedade Brasileira de Energias Renováveis- increase in the shareholding held from 41.25 % to 46.88 %.

Martifer - Construções Metalomecânicas, S.A. – decrease in the shareholding held from 79.18 % para 75 % due to the Group's corporate reorganization

Martifer Inovação e Gestão, S.A. - decrease in the shareholding held from 100 % to 75 % due to the Group's corporate reorganization

Martifer Mota-Engil Coffey Construction Joint Venture Limited - decrease in the shareholding held from 47.51 % to 45 % due to the Group's corporate reorganization

Martifer Energy Systems II, SGPS, S.A. - decrease in the shareholding held from 100 % to 75 % due to the Group's corporate reorganization.

Martifer Energia S.R.L. - decrease in the shareholding held from 100 % to 75 % due to the Group's corporate reorganization.

Martifer Energia LLC - decrease in the shareholding held from 100 % to 75 % due to the Group's corporate reorganization.

Martifer Wind Energy Systems LLC - decrease in the shareholding held from 100 % to 75% due to the Group's corporate reorganization.

Martifer Energy Systems PTY - decrease in the shareholding held from 85 % to 63.75 % due to the Group's corporate reorganization

Navalria – Docas, Construções e Reparações Navais, S.A. - decrease in the shareholding held from 100 % to 75 % due to the Group's corporate reorganization.

Gebox, S.A. - decrease in the shareholding held from 100 % to 75 % due to the Group's corporate reorganization.

West Sea - Estaleiros Navais, Lda. - decrease in the shareholding held from 100 % to 75 % due to the Group's corporate reorganization.

Martifer Global SGPS, S.A. - decrease in the shareholding held from 100 % to 75 % due to the Group's corporate reorganization.

Martifer Construcciones Peru, S.A. - decrease in the shareholding held from 100 % to 75 % due to the Group's corporate reorganization.

Global Holding Limited - decrease in the shareholding held from 100 % to 75 % due to the Group's corporate reorganization.

Global Engineering & Construction Limited - decrease in the shareholding held from 100 % to 75 % due to the Group's corporate reorganization

Martifer Amal, S.A. (Moçambique) - decrease in the shareholding held from 35 % to 26.25 % due to the Group's corporate reorganization.

In the third quarter, the Group carried out a corporate reorganization, having Martifer Metallic Constructions SGPS, S.A. acquired several shareholdings from Martifer SGPS, S.A., included in the Metallic Constructions sector, as reported above.

Martifer Gestiune Si Servicii, S.R.L. merged with Martifer Constructii S.R.L., creating Martifer Romania S.R.L., which is participated 2 % directly and a 73.5 % indirectly by the Holding.

Martifer Solar Chile Operaciones Limitada merged with Martifer Solar Chile Holding, Lda, and the later was maintained.

MTS Solar Sistemas Solares, S.A. – increase in the indirect participation from 54.45 % to 55 %.

Martifer Alumínios, S.A. merged with Martifer Construções Metalomecânicas, S.A..

3. INFORMATION BY BUSINESS SEGMENTS

The Group bases its disclosure of information for primary segments on its internal organisation for management purposes.

The Group is organised in two business areas: 'Metallic Constructions' and 'Renewables' that are coordinated and supported by Martifer SGPS.

The Metallic Constructions business area includes all the construction activities involving metal mechanical constructions, aluminium and glass façades, infrastructures for oil & gas and naval industry. The Renewables segment includes the promotion and development of renewable energy projects, with special emphasis on the wind sector.

The amounts presented in 'Other' are related to the services rendered by Martifer SGPS, S.A., Martifer Solar SGPS, S.A. and in the 1st quarter 2015 also included Martifer Inovação e Gestão (MIG) and Martifer Gestiune Si Servicii S.R.L (MIG RO), which were included in the Metallic Constructions segment after the corporate reorganization in September 2015.

In September 2014, the Group started to classify the solar business unit (composed by Martifer Solar, SA and its subsidiaries) as a non-current asset held for sale. Since the requirements of IFRS 5 were fulfilled, the contribution to Martifer's consolidated results coming from this segment is presented in an autonomous line in the Consolidated P&L. The breakdown of these contributions is in the Notes to the Interim Consolidated Financial Statements (Note 20).

The accounting policies used in the preparation of the information by each business segment are the same as the ones used in the preparation of the attached financial statements (Note 1).

On 31st March 2016 and 2015, the sales and services rendered by primary segment are as follows:

	SALES TO EXTERNAL CUSTOMERS		INTERSEGMENT SALES		TOTAL	
	3M' 2016	3M' 2015	3M' 2016	3M' 2015	3M' 2016	3M' 2015
Metallic Constructions	43,116,974	54,172,108	3,648,500	4,527,385	46,765,474	58,699,493
Renewables	3,251,429	3,320,143	58,826	57,652	3,310,255	3,377,795
Other	-	192,179	311,302	568,317	311,302	760,496
	46,368,403	**57,684,430**	**4,018,628**	**5,153,354**	**50,387,032**	**62,837,784**
Intersegment eliminations					(4,018,628)	(4,561,044)
Own work capitalized (Note 5)					-	(592,310)
					46,368,403	**57,684,430**

Sales and services rendered to external customers, by geographical origin and by segment were as follows on 31st March 2016 and 2015:

	3M' 2016	3M' 2015
Iberian Peninsula		
Metallic Constructions	23,965,614	16,357,420
Renewables	1,079,099	1,203,297
Other	-	160,146
Central Europe		
Metallic Constructions	10,723,751	14,496,901
Renewables	2,117,228	2,108,163
Other	-	32,034
Other markets		
Metallic Constructions	8,427,609	23,317,787
Renewables	55,101	8,683
	46,368,403	**57,684,430**

In the 1st quarter 2016 the sales and services rendered registered a decrease in around 11 million euros, comparing with the same period of the previous year. This reduction mainly results from the sale of companies from the Metallic Constructions segment in Brazil, which contributed approximately with 13 million euros in the 1st quarter 2016. Additionally, a decrease in activity in the United Kingdom and in France was registered; however, it was compensated by the large growth in the naval industry in Portugal.

On 31st March 2016 and 2015, the earnings before interest, taxes, amortizations, provisions and impairment losses (EBITDA), earnings before interest and taxes (EBIT) and profit after tax by primary segments may be analysed as follows:

	EBITDA		EBIT		PROFIT AFTER TAX	
	3M' 2016	3M' 2015	3M' 2016	3M' 2015	3M' 2016	3M' 2015
Metallic Constructions	775,767	3,488,000	(499,450)	1,962,011	(2,614,090)	(524,319)
Renewables	1,305,066	2,096,333	87,704	233,518	2,818,246	631,080
Other	(89,484)	(142,306)	(90,221)	(442,812)	(551,313)	(2,716,245)
	1,991,349	**5,442,027**	**(501,968)**	**1,752,717**	**(347,158)**	**(2,609,484)**
Non-current operation held for sale	n.a.	n.a.	n.a.	n.a.	(2,005,815)	20,757
	1,991,349	**5,442,027**	**(501,968)**	**1,752,717**	**(2,352,973)**	**(2,588,726)**

In the 1st quarter 2016 the EBITDA reached 2 million euros, with a 0.8 million euros contribution from the Metallic Constructions segment and 1.3 million euros from the Renewables segment.

The Group's net assets and liabilities by operating segments on 31st March 2016 and 31st December 2015 may be analysed as follows:

	ASSETS		LIABILITIES	
	31ST MARCH 2016	31ST DECEMBER 2015	31ST MARCH 2016	31ST DECEMBER 2015
Metallic Constructions	309,110,506	287,696,541	302,795,798	276,515,809
Solar (*)	131,595,619	146,991,407	130,564,022	142,930,364
Renewables	159,451,939	155,495,991	61,972,944	60,704,009
Holding and MIGs	472,191,425	472,517,464	164,806,115	164,916,271
Intragroup eliminations	(457,033,472)	(456,070,303)	(51,062,081)	(50,107,938)
	615,316,017	**606,631,099**	**609,076,798**	**594,958,514**

The Group's capital expenditure (acquisition of tangible and intangible assets) and depreciation / amortization, by operating segments up until 31st March 2016 and 2015 were as follows:

	CAPITAL EXPENDITURES		AMORTIZATIONS	
	3M' 2016	3M' 2015	3M' 2016	3M' 2015
Metallic Constructions	198,347	1,592,730	1,287,087	1,644,361
Renewables	518,059	253,458	1,525,063	1,515,057
Other	-	1,367	738	300,506
	716,406	**1,847,555**	**2,812,888**	**3,459,924**

4. SALES AND SERVICES RENDERED

On 31st March 2016 and 2015, the breakdown of sales and services rendered was as follows:

	3M' 2016	3M' 2015
Revenue from the sale of merchandise	1,438,642	2,602,372
Revenue from the sale of goods	22,344,976	24,726,174
Services rendered	22,584,784	30,355,885
	46,368,403	**57,684,430**

5. OTHER INCOME

On 31st March 2016 and 2015, the breakdown of the caption 'Other income' was as follows:

	3M' 2016	3M' 2015
Change in production	(412)	817,968
Own work capitalised	-	592,310
Taxes	-	542
Reversals of impairment losses:		
Trade debtors (Note 18)	30,695	35,895
Supplementary income	1,249,185	294,189
Gains in inventories	4,074	1,780
Capital gains in non-financial assets	122,181	95,230
Operating subsidies	4,972	11,530
Investments subsidies	180,956	(1,944)
Foreign exchange gains	699,790	2,767,364
Other operational gains	332,561	1,177,246
Total	**2,624,002**	**5,792,110**

During the 1st quarter of 2016 there were favourable foreign exchange gains resulting from the devaluation of several currencies against the Euro. However, it was much below the same period of the previous year.

6. COST OF GOODS SOLD

On 31st March 2016 and 2015 the cost of goods sold was as follows:

3M' 2015	MERCHANDISE	RAW MATERIALS, SUBSIDIARIES AND OTHER CONSUMABLES	TOTAL
Opening balance	3,924,276	7,215,155	11,139,431
Purchases	3,146,084	17,239,052	20,385,136
Changes in the consolidation perimeter, currency exchange differences, transfers and others	(980,801)	(2,623,220)	(3,604,021)
Closing balance	3,252,798	7,007,120	10,259,918
	2,836,761	**14,823,867**	**17,660,628**

3M' 2016	MERCHANDISE	RAW MATERIALS, SUBSIDIARIES AND OTHER CONSUMABLES	TOTAL
Opening balance	3,114,973	2,597,933	5,712,906
Purchases	1,212,354	15,409,696	16,622,050
Changes in the consolidation perimeter, currency exchange differences, transfers and others	(295,597)	(1,365,343)	(1,660,940)
Closing balance	3,118,262	4,108,520	7,226,782
	913,468	**12,533,766**	**13,447,235**

7. SUBCONTRACTORS

On 31st March 2016 and 2015 the subcontractors may be analysed as follows:

	3M' 2016	3M' 2015
Subcontractors	13,021,370	10,816,938
	13,021,370	**10,816,938**

The subcontracts are essentially related to construction works carried out in the 'Metallic Constructions' segment.

8. EXTERNAL SUPPLIES AND SERVICES

On 31st March 2016 and 2015 the external supplies and services were as follows:

	3M' 2016	3M' 2015
Transportation of goods	786,067	1,521,737
Specialized works	2,060,717	3,566,682
Leases and rents	1,740,043	4,922,108
Service Fees	661,035	226,280
Travelling expenses	388,464	591,105
Electricity and Fuel	620,493	737,402
Insurance	338,375	515,481
Maintenance and repairs	353,035	366,775
Communications	121,509	206,345
Security	212,778	210,299
Legal and notarial fees	31,873	106,596
Commissions	28,837	93,787
Advertising	18,465	14,264
Cleaning, health and safety	92,894	115,928
Tools and devices	87,078	118,024
Other	268,586	546,173
	7,810,248	**13,858,983**

9. STAFF COSTS

On 31st March 2016 and 2015, staff costs were as follows:

	3M' 2016	3M' 2015
Salaries	7,802,552	10,939,370
Social contributions and others	2,035,957	3,122,860
	9,838,509	**14,062,230**

The caption 'social contributions' includes mainly social security contributions, food and health subsidies, insurance costs and dismissal compensations.

10. OTHER EXPENSES

On 31st March 2016 and 2015 the caption 'Other expenses' was as follows:

	3M' 2016	3M' 2015
Taxes	381,672	450,420
Impairment losses:		
Trade debtors (Note 18)	354	-
Losses in inventories	1,816	992
Losses in non-financial assets	9,883	31,573
Foreign exchange losses	2,268,620	821,221
Trade debtors write-off	-	(1,827)
Fines and penalties	4,250	73,127
Other operational losses	217,098	260,227
Total	**2,883,693**	**1,635,734**

11. PROVISIONS AND IMPAIRMENT LOSSES

The provisions and impairment losses during the periods ended on 31st March 2016 and 2015 were as follows:

	3M' 2016	3M' 2015
Impairment losses		
In financial assets (Note 16)	(13,942)	-
In tangible assets	(16,020)	125,628
	(29,961)	**125,628**
Provisions (Note 24)		
Arising from the use of the equity method	(308,841)	142,075
Quality guarantees	-	(17,905)
Onerous contracts	(7,387)	(129,166)
Other	26,619	108,755
	(289,610)	**103,758**

12. NET FINANCIAL RESULTS

On 31st March 2016 and 2015 the financial results can be analysed as follows:

FINANCIAL INCOME	3M' 2016	3M' 2015
Loans and accounts receivable (including bank deposits)		
- Interest income	886,216	262,169
Other financial income related to other financial assets		
- Foreign exchange gains	3,026,856	1,952,143
- Gains on the sale of financial assets	2,348,043	23,249
- Other financial income	16,853	-
	6,277,968	**2,237,561**

FINANCIAL EXPENSES	3M' 2016	3M' 2015
Loans and accounts payable		
- Interest expenses in bank loans and in finance leases	1,457,485	4,688,585
Other financial income related to other financial liabilities		
- Foreign exchange losses	3,777,491	1,463,634
- Other financial expenses	615,645	538,617
	5,850,621	**6,690,836**

The captions 'Foreign exchange gains' and 'Foreign exchange losses' are related with the occurrence of currency fluctuations, particularly in affiliated companies out of euro zone.

The caption 'Interest expenses' registered a sharp decrease due to the Group's financial restructuring at the end of 2015.

The caption 'Gains on the sale of financial assets' in the 1st quarter 2016 is mainly related with the sale of the share in the company Greenvouga.

13. GAINS/ (LOSSES) IN ASSOCIATE COMPANIES AND JOINT ARRANGEMENTS

On 31st March 2016 and 2015 the gains and losses on associated companies and joint ventures may be analysed as follows:

	3M' 2016	3M' 2015
Prio Energy Group	-	(8,650)
SPEE 2 – Parque Eólico de Vila Franca de Xira, S.A.	298,443	322,016
SPEE 3 – Parque Eólico do Baião, S.A.	151,966	126,351
Eviva Gizalki Sp. ZO.o	-	(27,670)
Martifer Amal (Portugal)	-	114,460
Martifer Amal	3,631	-
Martimetal	(599,672)	(188,932)
Warta	(1,729)	-
	(147,361)	**337,575**

14. INCOME TAX

On 31st March 2016 and 2015, the reconciliation between current tax and income tax for the period may be summarized as follows:

	3M' 2016	3M' 2015
Current tax	**125,176**	**185,081**
Deferred tax - generated by temporary differences	-	(9,150)
Deferred tax assets- tax losses recognition	-	70,569
Deferred tax	**-**	**61,419**
Income tax	**125,177**	**246,500**

15. EARNINGS PER SHARE

Martifer SGPS only issued ordinary shares, and as such, no shares have special voting or dividend rights.

Martifer has just one type of potential ordinary dilutive shares: stock options. In order to calculate diluted earnings per share it is necessary to determine whether these stock options, independently of being or not exercisable, are diluted, which happens when the exercise price of the opting is lower than the average market price of the shares.

Since the average market price of Martifer's shares, during the period between 1st January 2016 and 31st March 2016 was 0.21 euros, below that of the exercise price of the stock options (3.84 euros), these stock options are non-diluting because, if the options were to be exercised, the number of outstanding shares would be reduced.

Therefore, on 31st March 2016 there are no differences between the basic earnings per share and the diluted earnings per share calculation. The share capital of Martifer SGPS, SA is represented by 100,000,000 ordinary shares, fully paid up, representing a share capital of Euro 50,000,000.

The average number of shares outstanding is net of 2,215,910 shares corresponding to the volume of own shares acquired by Martifer SGPS, SA.

On 31st March 2016 and 2015, the basic and diluted earnings per share may be summarised as follows:

	3M' 2016	3M' 2015
Profit for the year (I)	**(636,994)**	**(2,685,955)**
Weighted average number of shares outstanding (II)	97,784,090	97,784,090
Basic and diluted earnings per share (I) / (II)	**(0.0065)**	**(0.0275)**
from continuing operations	0.0047	(0.0277)
from Assets as held for sale	(0.0112)	0.0002

16. FINANCIAL ASSETS UNDER THE EQUITY METHOD

On 31st March 2016 and 31st December 2015, the financial assets under the equity method are as follows:

	31ST MARCH 2016	31ST DECEMBER 2015
Martimetal	704,449	1,343,533
SPEE 3 - Parque eólico de Baião, SA	697,587	545,621
SPEE 2 - Parque eólico de Vila Franca de Xira, SA	1,551,275	1,252,831
Martifer Amal, S.A. (Moçambique)	3,887	-
Warta	301,871	-
Other subsidiaries		8,659
	3,259,067	**3,150,644**

On 31st March 2016 and 31st December 2015 the changes in this caption were as follows:

	31ST MARCH 2016	31ST DECEMBER 2015
Opening balance	3,150,644	7,798,516
Share Increase on Martimetal	-	1,267,975
Acquisition of Warta	303,600	-
Application of the equity method		
- from performance in results	(147,362)	(35,768)
- other equity changes	(39,156)	(489,442)
Sales	-	(4,010,167)
Effect of foreign currency exchange differences	-	133,607
Other changes	(8,659)	1,360
Impairments movements	-	(1,515,437)
Closing balance	**3,259,067**	**3,150,644**

17. AVAILABLE FOR SALE INVESTMENTS

On 31st March 2016 and 31st December 2015, the available for sale investments were as follows:

	31ST MARCH 2016	31ST DECEMBER 2015
Non-current financial investment	4,689,893	4,040,920
Other	200,428	225,314
	4,890,321	**4,266,234**

On 31st March 2016 and 31st December 2015, the movement occurred in the caption 'Available for sale investments' is as follows:

	31ST MARCH 2016	31ST DECEMBER 2015
Opening balance	4,266,234	2,191,512
Additions	558,262	2,084,175
Reductions	(26,700)	(1,003)
Changes in the consolidation perimeter	1	-
Other	92,524	(8,451)
Closing balance	**4,890,321**	**4,266,234**

18. TRADE RECEIVABLES AND OTHER RECEIVABLES

The detail of the caption 'Trade receivables and other receivables' for the periods ended on 31st March 2016 and on 31st December 2015 may be analysed as follows:

	NON-CURRENT		CURRENT	
	31ST MARCH 2016	31ST DECEMBER 2015	31ST MARCH 2016	31ST DECEMBER 2015
Cost:				
Trade receivables:				
Trade receivables	921,381	910,432	80,813,752	75,714,449
Doubtful trade receivables	-	-	10,017,552	10,027,163
	921,381	**910,432**	**90,831,304**	**85,741,612**
Other receivables:				
Related companies	33,939,532	35,765,018	14,490,657	12,472,065
Advances to suppliers	-	-	7,322,668	6,898,890
Others	3,403,383	3,255,257	36,933,512	38,562,766
	37,342,915	**39,020,275**	**58,746,837**	**57,933,721**
	38,264,296	**39,930,707**	**149,578,141**	**143,675,333**

Impairment losses in accounts receivables are as follows:

	NON-CURRENT		CURRENT	
	31ST MARCH 2016	31ST DECEMBER 2015	31ST MARCH 2016	31ST DECEMBER 2015
Accumulated impairment losses:				
Doubtful trade receivables	-	-	10,728,575	10,755,481
Other receivables	3,253,749	3,267,774	4,378,071	5,172,610
	3,253,749	3,267,774	15,106,646	15,928,091
Carrying amount – trade receivables	921,381	910,432	80,102,729	74,986,131
Carrying amount - other receivables	34,089,167	35,752,501	54,368,765	52,761,111
Total	**35,010,548**	**36,662,933**	**134,471,494**	**127,747,242**

19. OTHER CURRENT ASSETS

On 31st March 2016 and 31st December 2015, the breakdown of the caption 'Other current assets' was as follows:

	31ST MARCH 2016	31ST DECEMBER 2015
Accrued income:		
Construction contracts		
Cost	33,391,461	29,389,956
Impairment losses	(2,378,488)	(2,374,973)
Carrying amount	31,012,973	27,014,983
Interest to be received	941,688	1,474,328
Other accrued income	5,946,593	5,601,831
	37,901,254	**34,091,142**
Prepayments:		
Insurances	941,284	492,128
Financial expenses	7,385	-
Rents	114,362	164,708
Other prepayments	1,184,633	848,789
	2,247,664	**1,505,625**
Other (current) financial assets	158,677	432,574
	40,307,595	**36,029,340**

20. NON-CURRENT ASSETS HELD FOR SALE

Martifer SGPS, SA decided in September 2014 to focus the Group's activity in Metallic Constructions (steel structures, aluminium and glass façades, oil & gas infrastructures and naval industry) and fulfil the active sale plan of its 55 % share of Martifer Solar. As the sale is highly likely, Martifer Solar's assets and liabilities were classified as "non-current assets held for sale" and "liabilities associated to non-current assets held for sale" respectively, being Martifer Solar's Net Profit presented as "discontinued operations' result".

The breakdown of the assets and the liabilities associated with the assets held for sale on 31st March 2016 and 31st December 2015 was as follows:

	31ST MARCH 2016 (NON-AUDITED)	31ST DECEMBER 2015 (AUDITED)
Non-Current Assets	**61,081,705**	**63,432,611**
Goodwill	1,946,329	1,937,729
Intangible Assets	975,803	986,905
Tangible Assets	11,738,646	12,157,142
Equity investments in associates	24,269,017	164,419
Available for sale investments	1,325,017	27,008,189
Trade receivables and other receivables	19,854,520	20,066,270
Deferred tax assets	972,373	1,111,957
Current Assets	**71,221,298**	**84,274,731**
Inventories	2,385,857	5,406,698
Trade receivables	11,759,610	13,331,291
Other receivables	20,484,216	16,776,236
Current tax assets	4,739,648	4,370,790
Other current assets	30,143,907	32,298,836
Cash and cash equivalents	1,708,060	12,090,603
Derivatives	-	277
Total assets held for sale	**132,303,004**	**147,707,342**
Non-controlling interests attributable to Assets held for sale	**(3,113,276)**	**(1,877,184)**
Non-current liabilities	**25,867,171**	**27,325,377**
Borrowings	17,150,363	20,244,415
Leasing Creditors	402,560	444,931
Other creditors	3,771,049	1,384,069
Provisions	4,256,856	4,980,395
Deferred tax liabilities	286,343	271,567
Current liabilities	**98,229,143**	**109,653,974**
Borrowings	41,754,336	40,300,209
Leasing Creditors	165,149	162,463
Trade payables	28,442,550	40,540,357
Other payables	15,345,645	18,047,134
Current tax liabilities	1,604,325	2,638,853
Other current liabilities	10,931,599	7,964,958
Derivatives	(14,461)	-
Liabilities related to Assets held for sale	**124,096,316**	**136,979,351**
Assets net of liabilities and Non-controlling interests related to Assets held for sale	**11,319,964**	**12,605,175**

	31ST MARCH 2016 (NON-AUDITED)	31ST DECEMBER 2015 (AUDITED)
Sales and services rendered	24,898,501	127,480,781
Other income	1,386,118	14,702,994
Cost of goods sold	(12,794,296)	(60,945,309)
Subcontractors	(2,276,624)	(18,271,340)
External supplies and services	(8,475,776)	(43,008,541)
Staff costs	(2,716,437)	(12,585,469)
Other operational gains and losses	(462,901)	(2,525,815)
	(441,415)	**4,847,301**
Amortizations	(537,630)	(2,452,495)
Provisions and Impairment losses	531,279	2,178,213
Operating income	**(447,766)**	**4,573,019**
Financial income	619,691	2,587,176
Financial expenses	(1,789,384)	(8,926,844)
Gains / (losses) on associate companies and joint arrangements	(14,455)	(71,111)
Profit before tax	**(1,631,914)**	**(1,837,760)**
Income tax	(373,901)	1,036,988
Net profit	**(2,005,815)**	**(800,772)**
Attributable:		
non-controlling interests	(913,270)	192,574
owners of Martifer	(1,092,545)	(993,345)

21. SHARE CAPITAL, TREASURY SHARES AND NON-CONTROLLING INTERESTS

Share capital

Martifer SGPS, SA's share capital, fully subscribed and paid on 31st March 2016, amounts to 50,000,000 euros and is represented by 100,000,000 bearer shares with a nominal value of 50 cents each. All shares have the same rights, including one vote per share. During first three months of 2016 and of 2015, no movements occurred in the number of shares of the Group.

During first three months of 2016 and of 2015, Martifer SGPS, S.A. did not acquire any shares. The Group held 2,215,910 treasury shares, corresponding to 2.22 % of its capital.

On 31st March 2016, the share capital of Martifer SGPS, S.A. was held in 42.4 % by I'M SGPS, S.A., 0.65 % by two board members related with I'M SGPS, S.A., 37.5 % by Mota-Engil SGPS, S.A. and 2.22 % are treasury shares. The remaining 17.23 % represents free-float listed in Euronext Lisbon.

Non-controlling interests

Movements in the non-controlling interests are as follows:

	31ST MARCH 2016	31ST DECEMBER 2015
Opening balance	(28,377,206)	(24,942,297)
Profit for the year	(1,715,978)	1,654,786
Other changes in equity of subsidiaries	(996,295)	(1,510,281)
Changes in the consolidation perimeter	(112,536)	(4,072,288)
Transactions with non-controlling interests	-	(2)
Other	82,929	492,877
	(31,119,085)	**(28,377,206)**
From continued operations	(28,005,809)	(26,500,022)
From discontinued operations	(3,113,276)	(1,877,184)

22. BORROWINGS

On 31st March 2016 and on 31st December 2015 the borrowings can be analysed as follows:

31ST DECEMBER 2015	UNTIL 1 YEAR	BETWEEN 1 AND 3 YEARS	BETWEEN 3 AND 5 YEARS	MORE THAN 5 YEARS	TOTAL
Financial institutions borrowings:					
Bank loans	7,451,983	9,356,708	168,303,524	93,389,981	278,502,196
Bank overdrafts	1,036,155	-	-	-	1,036,155
Authorized overdrafts	4,763,520	-	-	-	4,763,520
Other borrowings:					
Other borrowings	576,867	800,119	568,394	3,400,124	5,345,504
	13,828,525	**10,156,827**	**168,871,918**	**96,790,105**	**289,647,376**

31ST MARCH 2016	UNTIL 1 YEAR	BETWEEN 1 AND 3 YEARS	BETWEEN 3 AND 5 YEARS	MORE THAN 5 YEARS	TOTAL
Financial institutions borrowings:					
Bank loans	6,963,350	37,327,669	160,328,107	72,644,187	277,263,313
Bank overdrafts	986,736	-	-	-	986,736
Authorized overdrafts	3,311,664	-	-	-	3,311,664
Other borrowings:					
Other borrowings	316,050	825,123	542,884	3,275,612	4,959,669
	11,577,800	**38,152,792**	**160,870,991**	**75,919,799**	**286,521,382**

The Group continues focused on reducing its net debt, as such it continues committed to the process of selling non-core assets. As a note, the net debt on 31st March 2016 and on 31st December 2015 does not include the companies of the 'Solar' segment, classified in 2014 as a 'non-current asset held for sale'.

23. TRADE PAYABLES AND OTHER PAYABLES

On 31st March 2016 and 31st December 2015, the information related with trade payables and other payables may be analysed as follows:

	NON-CURRENT		CURRENT	
	31ST MARCH 2016	31ST DECEMBER 2015	31ST MARCH 2016	31ST DECEMBER 2015
Trade payables	**11,259,638**	**11,578,310**	**63,725,668**	**61,211,154**
Other Creditors:				
Fixed assets suppliers	-	-	1,153,893	1,284,903
Related companies and other shareholders	7,273	7,263	977,690	989,946
Advanced payments received from customers	-	81,490	24,648,360	7,495,466
Other creditors	-	-	6,765,396	6,779,928
Other payables	**7,273**	**88,753**	**33,545,338**	**16,550,243**
Total	**11,266,911**	**11,667,063**	**97,271,005**	**77,761,397**

The balance of non-current 'Trade payables' is mainly related with retentions in works performed by external parties, which will be released after the guarantee period.

On 31st March 2016 and 31st December 2015 the non-current balances due to related companies and other shareholders refer mainly to loans obtained from joint arrangements and associated companies, which bear interests at Euribor 3M increased by a 6.75 % spread.

On 31st March 2016 and 31st December 2015 this caption includes balances payable to suppliers resulting from the Group's operating activities, as well as from tangible and intangible asset acquisitions. The Board of Directors believes that the carrying amount of these balances is very similar to their fair value and that the effect of the financial discounting of these amounts is not material. The increase of advances from clients justifies the significant increase in the 1st quarter 2016.

24. PROVISIONS

On 31st March 2016 and on 31st December 2015 the information related with provisions can be detailed as follows:

	31ST MARCH 2016	31ST DECEMBER 2015
Quality guarantees	2,157,107	2,452,973
Legal claims in progress (Note 11)	785,975	803,708
Provisions arising from the use of the equity method	7,212,376	7,049,726
Onerous Contracts	725,352	436,536
Contractual obligations	9,083,821	9,230,649
	19,964,631	**19,973,592**

The changes in provisions during the 1st quarter 2016 were as follows:

	OPENING BALANCE	ADDITIONS	DEDUCTIONS	APPLICATIONS	CHANGE OF CONSOLIDATION PERIMETER, EXCHANGE RATE DIFFERENCES, TRANSFERS	CLOSING BALANCE
Quality guarantees	2,452,973	-	-	-	(295,866)	2,157,107
Legal claims in progress	803,708	-	-	-	(17,733)	785,975
Provisions arising from the use of the equity method	7,049,726	17,392	(326,234)	-	471,492	7,212,376
Onerous contracts	436,536	-	(7,387)	-	296,203	725,352
Others	9,230,649	29,826	(3,207)	(50,033)	(123,414)	9,083,821
	19,973,592	**47,218**	**(336,829)**	**(50,033)**	**330,682**	**19,964,631**

25. OTHER CURRENT LIABILITIES

The information regarding other current liabilities on 31st March 2016 and 31st December 2015 is as follows:

	31ST MARCH 2016	31ST DECEMBER 2015
Accrued expenses		
Holiday pay and bonuses	4,758,384	4,128,940
Interest borne but not yet overdue	1,348,765	2,998,531
Production performed by third parties not yet invoiced	56,093	11,359
Other accrued expenses	3,544,753	3,266,105
	9,707,995	**10,404,935**
Deferred income		
Production invoiced and not yet performed (related to construction contracts)	32,895,410	25,902,289
Subsidies / Government grants	455,106	636,062
Other deferred income	4,906,940	4,616,714
	38,257,456	**31,155,065**
	47,965,452	**41,559,999**

The caption 'Other accrued expenses' includes other supplies and services rendered by third parties up until 31st March 2016, which invoices were received after this date.

26. CONTINGENT LIABILITIES

There are no significant changes to the disclosed in the notes to the financial statements for the period ended on 31st December 2015.

27. COMMITMENTS

The nature of the Group's commitments did not change in comparison with the ones on 31st December 2015.

28. RELATED PARTIES

Group companies have commercial relations with each other that qualify them as related party transactions. All of these transactions are performed on an arm's length basis.

Consequently, all these transactions are eliminated, since the consolidated financial statements disclose information regarding the holding company and its subsidiaries as if they were a single entity.

The balances resulting from the transactions performed with associate and jointly controlled companies, accounted through the equity method, are not eliminated. The amount of the balances not eliminated is approximately 44 million euros, with special regard to the accounts receivable from Ventinveste and some companies in Poland in the Metallic Constructions segment.

Besides current transactions, some relating to civil construction works done with the Mota-Engil Group and other associated with real estate management done by the Estia Group, there are not any other significant balances and transactions performed with related parties during the period ended on 31st March 2016 that had significantly affected the financial position or performance of the Group.

29. SUBSEQUENT EVENTS

Since the date of the financial statements to the current date there are no subsequent events to be disclosed.

30. APPROVAL OF THE FINANCIAL STATEMENTS

The accompanying consolidated financial statements were approved by the Board of Directors on 10th May 2016.

31. EXPLANATION ADDED FOR TRANSLATION OF THE FINANCIAL STATEMENTS

These financial statements are a translation of the consolidated financial statements originally issued in Portuguese in accordance with the International Financial Reporting Standards as adopted by European Union. In the event of discrepancies, the Portuguese version prevails.

Oliveira de Frades, 10th May 2016

The Chief Accountant

João Alexandre Queiroz Oliveira

The Board of Directors

Carlos Manuel Marques Martins
(Chairman)

Jorge Alberto Marques Martins
(Vice- Chairman)

Pedro Nuno Cardoso Abreu Moreira
(Member of the Board of Directors)

Arnaldo José Nunes da Costa Figueiredo
(Member of the Board of Directors)

Jorge Bento Ribeiro Barbosa Farinha
(Member of the Board of Directors)

Luís Valadares Tavares
(Member of the Board of Directors)