

Novabase

S.G.P.S.

NOVABASE - SOCIEDADE GESTORA DE PARTICIPAÇÕES SOCIAIS, S.A.

Public Company – Euronext Symbol: NBA.IN
 Corporate Body nr. 502.280.182
 Registered in the TRO of Lisbon nr. 1495
 Capital: 14.127.982 Euros
 Head Office: Av. Engº Duarte Pacheco, Amoreiras, Torre 1, 9º 1099-078 Lisboa

First Semester 2002

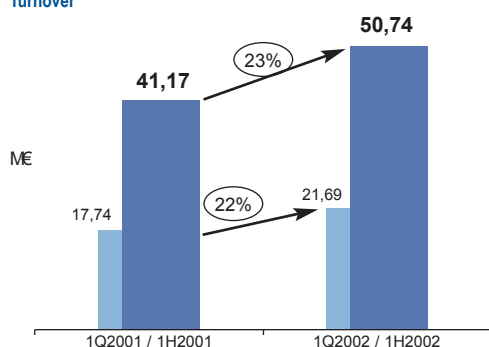
CONSOLIDATED REPORT AND ACCOUNTS

1. Key Indicators

1.1. Turnover

The Consolidated Sales and Services Volume reached 50.7 M€ (million euros) in the 1st Half of 2002, which represents an increase of 23.3% compared to the 41.2 M€ registered in the same period of 2001.

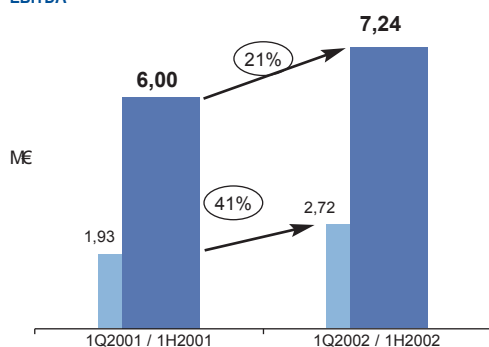
Turnover



1.2. Operational Cash Flow (EBITDA)

The Operational Cash Flow (EBITDA) reached the 7.2 M€, an increase of 20.8% compared to the 6.0 M€ registered in the same period of 2002. The EBITDA margin remained at a high level this semester, that is 14.3%.

EBITDA

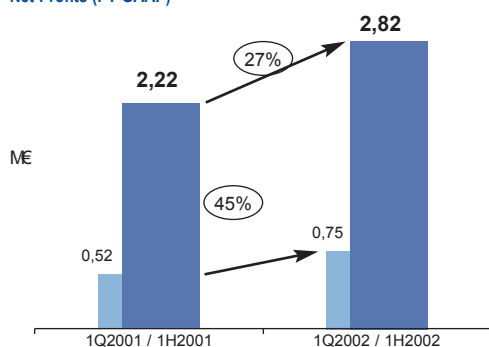


The Operational Results (EBIT) reached 4.2 M€, which means an increase of 25.3% compared to the 1st Half of 2001, which was 3.4 M€.

1.3. Net Profits

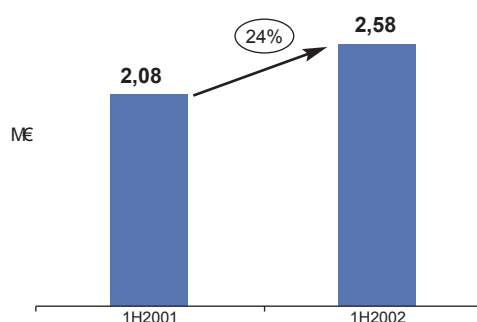
The Consolidated Net Profits, with the minority interests already deducted, reached in this period 2.8 M€, corresponding to an increase of 27.2% compared to the same period in 2001, which were 2.2 M€.

Net Profits (PT GAAP)



Using the IAS standards, the Consolidated Net Profits show also a 8.6% decrease compared to the aforementioned values presented according to the Portuguese GAAP (POC rules). The Consolidated Net Profits according to the IAS standards show an increase of 24% year-on-year.

Net Profits (IAS)



2. Short Summary of the Activity

Novabase performance during the 1st Half of 2002, was higher than our best expectations, considering both the economical international environment and the situation in the IT sector. Comparing to last year, there was a significant increase both in turnover (+23.3%), and in operational results (EBIT) (+25.3%), as well as in net profits (+27.2%).

After 2 years of high growth (105% in 2000 and 82% in 2001) and within the actual economic context Novabase tried, during this semester, to emphasize its operations consolidation, assuring a stronger effort in the increase of business with higher profitability, leaving behind objectives of higher increases in areas showing a higher risk in terms of profitability. Thus:

- The existing offer was consolidated, amplifying and strengthening areas where a higher actual and future business potential is expected and reducing the efforts applied in the lesser profitability areas;
- Divisions' structures were optimized in terms of management and command level and commercial forces were integrated with the purpose of achieving a better operational efficiency and effectiveness;
- Features adequacy and the number of staff involved in the above referred activities were promoted, proven by the exit and recruitment of co-workers with the adequate characteristics for this new phase.

Next, you will find a summary of the main factors that should be highlighted in this period, in each of Novabase's Divisions.

2.1 "Novabase Consulting" division

This division was responsible for approximately 56% Novabase activities (approximately 28.3M€), which represents an increase of 17.7% compared to the same period in the previous year, where the Turnover was 24.0 M€. During this period the EBITDA Margin in this Division was 14.7%.

From the organizational point of view, the first Half of 2002 was characterized by a divisional restructuring, resulting in the incorporation of the actual "Novabase Consulting" division, consequence of the joining of the previous areas "E-Consulting", "Resources Assignment" and "ASP/Applicational Outsourcing".

Aiming at a better operationalisation of its activities in Portugal, a significant reduction in the infrastructures costs structure, the improvement of customers interface conditions, as well as the availability of better work conditions for all co-workers, the "Novabase Consulting" division started to base its operations, in Portugal, in new facilities since the beginning of the year.

Wanting to reinforce its leading position in the "IT Resources Assignment" sector, Novabase Consulting increased the business portfolio of its participated NBO, through the acquisition and total integration of Mercabolsa's business area.

ASP/Applicational Outsourcing registered a similar increase higher than 200%, and it should be highlighted the signature of a contract with a large economical group for the supply of Global Outsourcing Information and Communication Technologies services, the renewal of the Front-Office Applicational Support contract for a bank institution, as well as a CRM Platform Applicational Support contract in a telecommu-

nications operator.

At an international level, Novabase Consulting started in Brazil a consolidation cycle. After the first installation and market opening phase, the objective for 2002 is focused in the consolidation and deepening of the relationship with the actual customer portfolio, having therefore appointed a new general director and reinforced the management structure. Banking and Telecommunications are the actual customer portfolio fulcral sectors where Business Intelligence (BI) and CRM practices are dominant in most of the projects. The activity in Brazil increased in relation to last year, 81.7%, having reached 2.7 M€, at the end of this Half.

Still in the international scope, attention should be called to the beginning of operation in Spain with the incorporation of NB Consulting Spain at the end of the second quarter. The newly created company, started to operate in June through its Madrid office, focusing its attention in the availability of CRM and BI practices for the main activity sectors.

From the commercial point of view, the quarter was characterized by stability in the projects in progress portfolio, resulting from the continuity of long-lasting works, carried forward from last year, as well as the adjudication of new projects. From the several projects, we would like to point out the following:

- a) The development of a Corporate Solution of Electronic Forms in a large Portuguese Financial Group;
- b) The development of a CMR Project for an Insurance Company, including the availability of the system to the Sales network, significant improvements in the Call Center and an increase of the customer relations management capacities, with a closer integration with the operational system;
- c) The development of Forms Dematerialization solution in the Financial Services area; Recovery of the historical archives of a news agency and the development of respective institutional site;
- d) The development of an application for a credit proposal management to private individuals in a Financial Institution;
- e) Start the implementation of an integrated Management Information System, for a National Economic Group;
- f) Termination of conversion projects and tests for the Euro of two Information Systems, critical for two important managements of a Portuguese Financial Group;
- g) Migration of the existing data in the previous Medicine at the Workplace application, for the new acquired package, within the scope of the new Information System implementation for the management of the Human Resources area of a Portuguese Financial Group;
- h) Realization of several projects in the Data Quality area, in line with the strategy and effort for the continuous support data improvement for the applications of a Portuguese Economic Group;
- i) Realization of a road map for the CMVM Decision Supporting, afterwards with the construction of a prototype for the Assets Management Supervision;
- k) Factual realization of the first TelRep product sale (internally developed by Novabase for the reduction, supervision and management of communication costs in companies) to a telecommunications equipment manufacturer.

With the purpose of achieving a better operational efficiency and effectiveness in this Division, the personnel structure was optimized, consubstantiated in the exit of 122 co-workers and the recruitment of 77 new ones.

2.2 "Novabase Engineering Solutions" division

Profits in "Novabase Engineering Solutions" division were in this 1st Half of approximately 19.9 M€, representing about 39% of Novabase global Turnover and an increase compared to the same period (which was 15.2 M€) of 30.9%. These profits consisted in the supply of equipment for interactive TV and integration services of associated systems (in a total of 10.4 M€ compared to profits of 7.7 M€ in the first Half of 2001), as well as the supply of equipment and services in the Ticketing and Electronic Access Control.

In terms of EBITDA, this division generated a value of approximately 2.7 M€ (which represents 13.6% of sales) which means an increase in relation to the 1H01 of more than 50%.

Several activities were developed with the objective of developing the business in this division, of which we would like to highlight the following:

- a) Awarding, of a supply contract of approximately 10 M€ for the installation in all the more than 900 buses and sales points of Carris of a sophisticated Ticketing and Electronic Ticket Validation contactless system;
- b) Consolidation of a set of orders placed in this sector, Novabase, takes the leading position in the Portuguese market in the implementation of electronic ticketing systems and associated information systems for the transports sector (River Crossing Operators – Softlusa, Transtejo, Rail Operators and the Subway – Fertagus, Normetro, Road Transportation – SMTUC, Carris, Rede Nacional Expressos);
- c) Development of equipment and services rendering contracts with companies in Belgium, Germany, Spain, Norway, Finland and United States in the interactive TV area; The starting of the supply of satellite decoders for the DTH service of PTM/TVCA-BO and for an audio digital distribution service by Satellite for an operator in the United States;
- e) The awarding of a supply contract for the Broad band wireless equipment of Access to Internet of PTM/TVCA-BO;
- f) The subsidiary of OCTALTV was incorporated in Switzerland with the objective of

strengthening the commercial capacity before customers in Center and Northern Europe;

- g) Implementation of several research and development activities in the new products area, with the purpose of developing business in this division, of which we would like to emphasize the ADSL access equipment for the Internet access services through ADSL and wireless personal computer and for the interactive TV distribution services by ADSL. The latter were the object of great interest on the part of the international fixed network communication operators to carry out pilot tests, as they allow the combination of TV signals in Multicast (Broadcast Service) regime and in the Unicast (Video-on-Demand Service) regime on a normal telephone line, using IP compressing technology, developed by Microsoft;
- h) Present at the Milia 2002 event in Cannes, France, by invitation of Microsoft Corp. and ent at Cebit 2002 in Hanover, Germany, by invitation of National Semiconductors (technological partner for the development of Semiconductors for Set Top Box). With the purpose of achieving a better operational efficiency and effectiveness in this Division, the personnel structure was optimized, consubstantiated in the exit of 13 co-workers and the recruitment of 6 new ones.

2.3 "Novabase Training" division

This half-year represented the first six months of activity for Novabase Training Division as an autonomous Novabase area, having already represented 2.4% of the company's global Turnover. Activity in this area reached 1.2 M€, which represents an increase of 82.4% compared to the same period of last year, where it achieved 0.7 M€. The EBITDA Margin of this Division was during this period 13.8%.

The acquisition of "Flag" company, in February, was an important step in the creation of an integrated offer in the training area. Thus, the fact that nowadays the market already offers mixed solutions (in the presence and e-learning) has captured a lot of interest in the market, and this offer will be reinforced in the future by means of a project that Novabase is developing addressed to the users market.

In an economical cooling period, many companies seek a reduction in training costs for its workers in e-learning. During this period, there was a growing interest of the companies for this kind of training, which came up, in commercial terms, in the presentation of twice the bids in this period, compared to the same period last year, with the corresponding business concretization in many of them.

As main points of these 6 months of activity, we should refer the beginning of training action in Porto in the Internet, Graphical Drawing and Multimedia areas for approximately 70 trainees, the renewal of the Microsoft Certified Technical Education Center certification and several works for a wide range of Customers, among them:

- a) Content production for the introduction of information technologies for one of the largest industrial companies of the country;
- b) Content development for the e-learning Project for a large Entrepreneurial Association;
- c) e-learning training in SAP for a leading Consulting company in its sector;
- d) Implementation of an e-learning solution for a Polytechnic Institute;
- e) Content production for the basic competences in information Technologies for an Autonomous Region;
- f) Content production for one of the TV channels;
- g) Implementation of an e-learning solution for a Technologic Institute;
- h) Development of a corporative portal for a large civil construction company;
- i) Implementation of an e-learning solution for two Universities;
- j) Realization of tens of training actions for an Entrepreneurial Association;
- k) Realization of a training plan in IT for a travel agencies network, all over the country.

With the purpose of achieving a better operational efficiency and effectiveness in this Division, the personnel structure was optimized, consubstantiated in the exit of 5 co-workers and the recruitment of 1 new one.

2.4 "Novabase Capital"

The Turnover of Novabase Capital in the first half-year of 2002 was 1.2 M€, which represents an increase of 4% compared with the same period last year. During this period, the EBITDA was 14.5%.

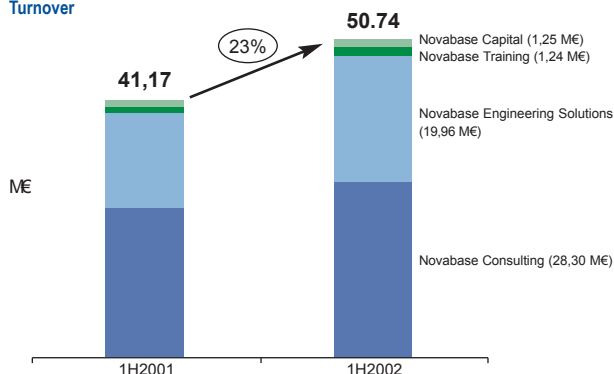
The activities developed by Novabase Capital were associated to 3 large intervention groups:

- a) Portfolio development: taking in consideration the actual economic conjuncture, additional rigor measures are continued to be reinforced to potentiate the profitable increase of the participated companies' business. Standing out is the highly successful launching in the market of the "Clipanúncios" project (in partnership with Luso-mundo) with an average of 800 thousand pageviews/month in the beginning after the first 3 months of activity. Likewise, "Manchete" (a Media Clipping company) achieved a Turnover that doubled compared to the 1st half-year of last year;
- b) Corporate Venture Capital Opportunities: Projects and partnerships analysis that may add value in strategic areas for Novabase. A recent example is the shareholders' structure redefinition process in progress of Milenar with a new business partner (e-mail marketing company) after having successfully finalized the platform technological development phase;
- c) M&A activities for the Group's companies: support to the Divisions consolidation process in the local market and exploiting possibilities in the international investment for value creation.

3. Financial Analysis

Turnover in the first half-year of 2002 reached 50.7 M€, which reflects a growth of 23.3% in relation to the same period last year.

Turnover

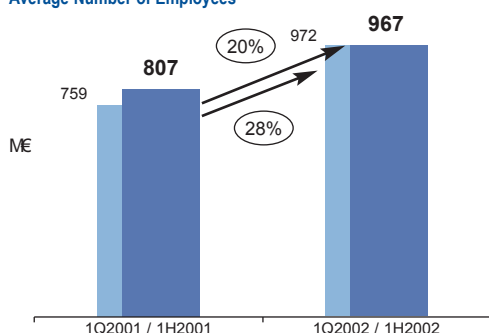


The **Operational Results** (EBIT) reached 4.2 M€, a total growth of 25.3% in Operational Results compared to the same period last year (3.4 M€).

The **Consolidated Net Profits**, less minority interests, attained 2.8 M€ in this period, which represents a significant increase of 27.2% in relation to the values achieved in June 2001 (2.2 M€).

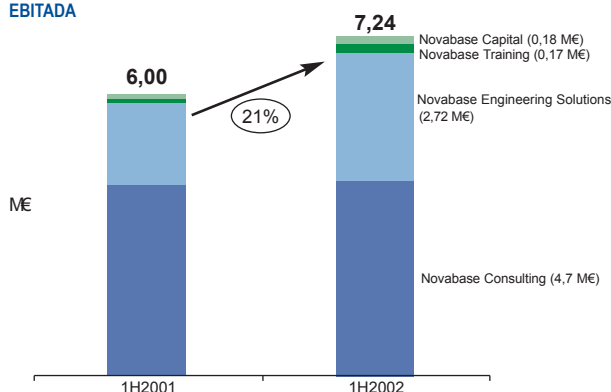
The **Average Number of Employees** went from 807 in the 1st half-year of 2001 to 967 in the 1st half-year of 2002, an increase of 19.8%, so that the Turnover per Employee in this period of 2002 was approximately 52.5 thousand euros, similar to the value occurred in the same period of 2001.

Average Number of Employees



The **EBITDA** in the 1st half-year of 2002 was approximately 7.2 M€, an increase of 20.8%.

EBITDA

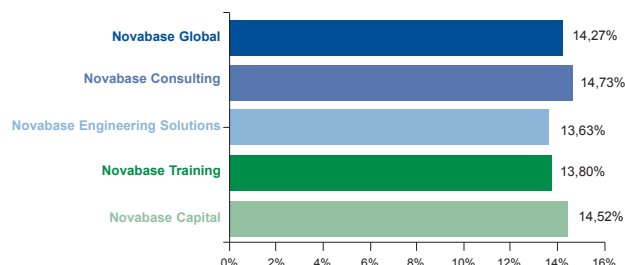


In a percentage basis of the Turnover, the EBITDA in this period represents approximately a total margin of 14.3%. This margin breakdown per Business Division, at the end of the 1st half-year of 2002, is analyzed as follows:

- The “**Novabase Consulting**” division in Portugal, is responsible for a 4.7 M€ EBITDA, which corresponds to an EBITDA margin of 18.3%. When considering it together with Brazil, a business that has not attained yet the break-even phase, and as such also represents a negative margin (-18.7%), the EBITDA margin is reduced to 14.7%;
- The “**Novabase Engineering Solutions**” division presented an EBITDA of 2.7 M€, which corresponds to a margin of 13.6%;

- The “**Novabase Training**” division had a positive EBITDA of 171 thousand euros, which corresponds to a margin of 13.8%;
- **Novabase Capital** presented an EBITDA of 181 thousand euros which corresponds to a margin of 14.5%.

EBITDA Margin



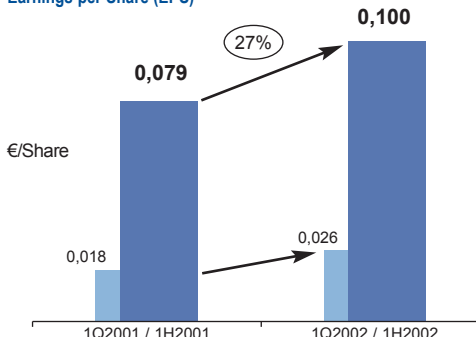
At the level of the **EBITDA Adjusted by Item “Own Works”**, since there was a reduction of the Own Works item, the company’s performance improvement is also expressive as there is an increase of 57.8%, with the evolution of a value of 4.0 M€ in the 1st half-year of 2002 (which corresponds to a margin of Adjusted EBITDA of 9.8%) for a value of 6.3 M€ in the 1st half—year of 2002 (which corresponds to a margin of Adjusted EBITDA of 12.5%).

The **Financial Results** in the 1st half-year of 2002 were close to zero (net loss of 56 thousand euros) when in the same period of 2001 they showed a profit of 96 thousand euros.

The **Total Equity** volume rose from 56.0 M€ in the 1st half-year of 2001 to 64.3 M€ in the 1st half-year of 2002, which reflects an increase of 14.7%.

The **EPS** (Earnings per Share) increased 26.6%, going from 79 centimes to 100 centimes per share.

Earnings per Share (EPS)



On 30th June 2002, the Balance Sheet reflects a relevant **net cash situation** of 21.48 M€, an increase of 6.1% when compared to the 20.24 M€ showed on the 1st quarter of 2002.

Stocks went from 4.9 M€ in the 1st half-year of 2001 to 8.8 M€ in the 1st half-year of 2002, representing an evolution in terms of coverage from 40% to 45% of the volume of sales of products. The strong increase in the sale of products in the Engineering Solutions Division area, explain this evolution.

Customers’ Current Accounts amounted to 27.4 M€, a level in line with the value showed in the 1st quarter of 2002 of 27.2 M€. As a result, the **Average Collection Period** was reduced from 97 days on the 1st quarter to 83 days on 30th June 2002.

4. Novabase Consolidated Proforma Accounts prepared in accordance with the International Accounting Standards (IAS)

Despite for being only mandatory, starting in 2005, disclosing the consolidated accounts prepared in accordance with the International Accounting Standards (NIC’s “IAS”) for a company listed in the Stock Exchange, the Board of Directors of Novabase decided to anticipate the disclosure of the IAS consolidated proforma indicators and the reconciliation between the IAS and Portuguese GAAP in respect to the consolidated proforma Net Profit and Shareholders’ Equity. This disclosure is only for information purposes and includes the significant IAS adjustments

In summary, the Consolidated Proforma Indicators Synthesis - IAS are analyzed as follows:

	June 30		
	2002	2001	
	Euros '000	Euros '000	Var. %
Indicators Synthesis - IAS PROFORMA			
Turnover	50.744	41.170	23,3%
Operating Results	4.262	3.413	24,9%
Financial Results	(56)	96	-158,3%
EBITDA	7.037	5.908	19,1%
EBITDA %	13,9%	14,4%	-3,5%

In summary, the adjustments to the Consolidated Proforma Net Income - IAS are analyzed as follows:

	June 30		Var. %
	2002 Euros '000	2001 Euros '000	
Consolidated Net Income - Portuguese GAAP	2.820	2.219	27,1%
Adjustments in IAS :			
1. Start Up costs	(231)	(40)	
2. Publicity campaigns	159	159	
3. Bonus to employees	(290)	(336)	
4. Deferred Income Taxes	119	76	
Consolidated Net Income - IAS PROFORMA GAAP	2.577	2.078	24,0%

In summary, the adjustments to the Consolidated Proforma Shareholders' Equity are analyzed as follows:

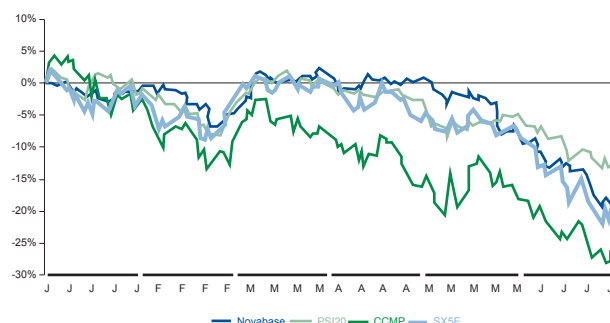
	June 30		
	2002	2001	
	Euros '000	Euros '000	Var. %
Shareholders' Equity - Portuguese GAAP	64.250	55.961	14,8%
Adjustments in IAS :			
1. Start Up costs	(625)	(238)	
2. Publicity campaigns	(159)	(476)	
3. Bonus to employees	(290)	(336)	
4. Deferred Income Taxes	374	361	
5. "Fair-value" of investments available for sale	(57)	23	
Shareholders' Equity - IAS PROFORMA GAAP	63.493	55.295	14,8%

In Attachment, please find the Proforma Consolidated Balance Sheet and Proforma Consolidated Statement of Income for the six months ended on 30th June 2002 and 2001, disclosed in an international format, elaborated in accordance with the International Accounting Standards.

5. Stock Exchange Behaviour

Novabase shares behaviour in the 1st half-year of 2002 was determined by the main world capital markets, characterized by long and generalized drops in the ratings and by the lack of liquidity, reflections of a notorious lack of the investors' trust. When compared to the PSI20, Nasdaq and Euronext rates, we verify that Novabase rating during the 1st half-year of 2002 followed the ratings. Novabase devaluated approximately 20%, was more penalized than PSI20 and Euronext which only devaluated 13% and 17% respectively. Nasdaq devaluated approximately 26% during this period.

Novabase And the Market



The average rating, weighted by volume, of Novabase shares during the 1st half-year of 2002, was of 8.04 euros per share. Approximately 2.55 million shares were traded in all the 121 stock exchange sessions of the Half, corresponding to a transaction value higher than 20.5 M€. The average daily number of shares traded was approximately 21.1 thousand shares, corresponding to an average daily value of approximately 0.17 M€.

In terms of liquidity, the half-yearly rotation of the 1st half-year of 2002 represented

approximately 32% of the free float and corresponds to about 9% of Novabase total capital.

The price on the stock exchange on the last day of the semester, 28th June 2002, was 6.59 euros, which represents a devaluation of 21.4% compared to the 8.39 euros which was Novabase's price at the end of 2001 (rating on 28th December 2001).

The maximum closing price which took place during the 1st half-year of 2002 occurred on 28th March 2002, data on which the share closed at 8.45 euros, while the minimum value registered was 6.59 euros and occurred on the last day of the semester, 28th June 2002. The market capitalization in the end of the 1st half-year, on 28th June 2002, was approximately 186.2 M€.

Resumo	2Q2002	1Q2002	4Q2001	3Q2001	2Q2001
Minimum price (€)	6,59	7,75	7,00	6,53	10,00
Maximum price (€)	8,39	8,45	9,07	12,00	13,40
Volume weighted average price	7,08	8,18	8,23	8,69	10,99
Number of shares traded	1.043.747	1.510.371	1.905.028	1.980.770	1.896.019
Market Capitalization in the last day of the period (M€)	186,2	238,8	237,1	206,3	299,5

Responsible for Information:

Manuel Tavares Festas

Investor Relations

Tel.: +351 21 383 63 00

Fax: +351 21 383 63 01

manuel.festas@novabase.pt

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Sociedade Aberta

Tick Code Euronext: NBA.AM

Fiscal Identity nº 502.280.182

Share Capital: 14.127.982 euros

Head-office:

Av. Engº Duarte Pacheco

Amoreiras, Torre 1, 9º Piso

1099-078 LISBOA

Consolidated Results 1st Half 2002

ANNEX TO THE BOARD OF DIRECTORS' CONSOLIDATED MANAGEMENT REPORT

June 30, 2002

Novabase – Sociedade Gestora de Participações Sociais, S.A.

Publication of Shareholdings of Members of the Managing Bodies (no. 5, Art. 447 Com. Code)

Shareholders	nº shares	%	voting rights
José Afonso Oom Ferreira de Sousa	3.383.670	11,98%	12,04%
Pedro Miguel Quinteiro Marques de Carvalho	3.383.490	11,97%	12,04%
Rogério dos Santos Carapuça	2.536.406	8,98%	9,02%
Luís Paulo Cardoso Salvado	2.415.248	8,55%	8,59%
João Nuno da Silva Bento	2.415.148	8,55%	8,59%
Paulo Jorge Ferreira Andrez	1.099.641	3,89%	3,91%
Álvaro José da Silva Ferreira	1.099.816	3,86%	3,88%
João Filipe dos Santos Teixeira Neto	667.068	2,36%	2,37%
João Vasco Tavares da Mota Ranito	667.068	2,36%	2,37%
José Carlos de Almeida Pedro de Jesus	496.405	1,76%	1,77%
Nuno Miguel Isidoro Duarte	279.226	0,99%	0,99%
Total	18.433.186	65,24%	65,58%

Publication of Shareholders' Holdings (no. 4, Art. 448 Com. Code)

Shareholders	nº shares	%	voting rights
José Afonso Oom Ferreira de Sousa	3.383.670	11,98%	12,04%
Pedro Miguel Quinteiro Marques de Carvalho	3.383.490	11,97%	12,04%
Rogério dos Santos Carapuça	2.536.406	8,98%	9,02%
Luís Paulo Cardoso Salvado	2.415.248	8,55%	8,59%
João Nuno da Silva Bento	2.415.148	8,55%	8,59%
Banco Espírito Santo, SA	1.532.864	5,42%	5,45%
Paulo Jorge Ferreira Andrez	1.099.641	3,89%	3,91%
Álvaro José da Silva Ferreira	1.099.816	3,86%	3,88%
Fernando Eduardo Ribeiro Marques	928.796	3,29%	3,30%
João Filipe dos Santos Teixeira Neto	667.068	2,36%	2,37%
João Vasco Tavares da Mota Ranito	667.068	2,36%	2,37%
AF Investimentos - Grupo BCP	563.047	1,99%	2,00%
José Carlos de Almeida Pedro de Jesus	496.405	1,76%	1,77%
Nuno Miguel Isidoro Duarte	279.226	0,99%	0,99%
Manuel Saldanha Fortes Tavares Festas	101.346	0,36%	0,36%
Total	21.559.239	76,30%	76,70%

Note: All the shares mentioned are held directly.

CONSOLIDATED ACCOUNTS

NOVABASE, Sociedade Gestora de Participações Sociais, SA
CONSOLIDATED BALANCE SHEET AS AT JUNE 30, 2002 AND 2001

Assets	Notes	2002			2001
		Gross assets	Depr/Prov.	Net assets	Net assets
		Eur thousands	Eur thousands	Eur thousands	Eur thousands
Fixed Assets					
Intangible Fixed Assets					
Establishment costs		1 491	1 268	223	1 097
Research & Development costs		5 062	2 434	2 628	1 433
Industrial property and other rights		304	209	95	2
Business property rights		3 585	246	3 339	1 558
Work in progress	27 i)	4 444	-	4 444	3 815
Goodwill arising on consolidation	10	13 368	3 101	10 267	8 763
		28 254	7 258	20 996	16 668
Tangible fixed assets					
Buildings and other constructions		992	415	577	267
Basic equipment		7 633	3 945	3 688	3 148
Transport equipment		4 315	2 689	1 626	1 862
Tools and utensils		59	36	23	22
Fixtures and fittings		1 595	658	937	569
Other tangible fixed assets		12	6	6	6
		14 606	7 749	6 857	5 874
Financial investments:					
Investments in associate companies	27 ii)	388	-	388	2 126
Investments in other companies	27 ii)	18	-	18	-
Bonds and shares		8	-	8	8
Other financial investments		-	-	-	2
		414	-	414	2 136
Current assets					
Inventories:					
Raw materials, sub. goods and cons. ables		6 327	-	6 327	2 108
Semi-finished products and work		184	-	184	184
Finished products		1 918	-	1 918	2 300
Merchandise		390	20	370	331
		8 819	20	8 799	4 923
Debtors - short term:					
Customers current accounts		27 282	-	27 282	34 793
Doubtful debts		1 551	1 551	-	232
Shareholders		161	-	161	42
Advances to suppliers		221	-	221	13
Advances to suppliers of fixed assets		74	-	74	44
State and other public entities		724	-	724	497
Other debtors		2 578	197	2 381	1 043
Subscribers of share capital		0	-	0	189
		32 591	1 748	30 843	36 853
Negotiable securities					
Negotiable securities		653	-	653	762
Other treasury investments		11 867	-	11 867	12 995
		12 520	-	12 520	13 757
Bank deposits and cash					
Bank deposits		12 334	-	12 334	2 509
Cash in hand		59	-	59	76
		12 393	-	12 393	2 585
Accruals and Deferrals					
Accrued income		6 428	-	6 428	3 538
Deferred costs		2 617	-	2 617	3 165
		9 045	-	9 045	6 703
Total depreciation			15 007		
Total provisions			1 768		
Total Assets		118 642	16 775	101 867	89 499

The Chartered Accountant
(Illegible Signature)

The Board of Directors
(Illegible Signatures)

NOVABASE, Sociedade Gestora de Participações Sociais, SA
CONSOLIDATED BALANCE SHEET AS AT JUNE 30, 2002 AND 2001

Equity and Liabilities	2002	2001
	Eur thousands	Eur thousands
Equity		
Share capital	14 128	14 128
Own shares	(508)	(1 364)
Share premium	35 153	35 161
Goodwill arising on consolidation	87	87
Other reserves arising on consolidation	11 009	(19)
Reserves:		
Statutory Reserves	752	563
Other Reserves	901	5 033
Exchange differences	(50)	(201)
Retained earnings	(42)	354
	61 430	53 742
Consolidated net profit	2 820	2 219
Total equity	64 250	55 961
Minority interests	4 175	3 621
Liabilities		
Medium and long term liabilities		
Credit institutions	-	-
Fixed assets suppliers	340	582
Other	-	-
	340	582
Short term liabilities		
Credit institutions	3 432	7 475
Advances from customers	-	18
Suppliers	8 921	8 106
Fixed assets suppliers	1 603	1 900
Associate companies	300	284
State and other public entities	6 581	5 010
Other creditors	3 452	106
	24 289	22 899
Accruals and deferrals		
Accrued costs	6 551	5 067
Deferred income	2 262	1 369
	8 813	6 436
Total Liabilities	33 442	29 917
Total Equity, Minority Interests and Liabilities	101 867	89 499

The Chartered Accountant
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The Board of Directors
(Illegible Signatures)

NOVABASE, Sociedade Gestora de Participações Sociais, SA
CONSOLIDATED STATEMENT OF PROFIT AND LOSS BY NATURE FOR SIX MONTHS
ENDED JUNE 30, 2002 AND 2001

Expenses	Notes	2002		2001	
		Eur thousands	Eur thousands	Eur thousands	Eur thousands
Cost of goods sold and consumed			13 893		10 180
External supplies and services			13 269		12 243
Personnel expenses					
Salaries		13 674		11 407	
Social Security charges		2 558		2 197	
Others		726	16 958	1 219	14 823
Depreciation and amortisation		3 011		2 620	
Provisions		397	3 408	193	2 813
Taxes		60		47	
Other operating costs		13	73	6	53
(A)			47 601		40 112
Interest and similar expenses	44		574		591
(C)			48 175		40 703
Extraordinary expenses	45		182		79
(E)			48 357		40 782
Income tax			1 365		1 169
(G)			49 722		41 951
Minority interests			379		332
Consolidated net profit			2 820		2 219
			52 921		44 502
Income					
Sales	36	19 325		12 317	
Services rendered	36	31 419	50 744	28 853	41 170
On work		905		1 981	
Supplementary earnings		76		249	
Subsidies for operations		94		84	
Other operational income		12	1 087	4	2 318
(B)			51 831		43 488
Other interest and similar income	44		518		687
(D)			52 349		44 175
Extraordinary income	45		572		327
(F)			52 921		44 502
Operational results: (B) - (A)			4 230		3 376
Financial Results: (D) - (B) - (C) - (A)			(56)		96
Current Results: (D) - (C)			4 174		3 472
Profit before income tax: (F) - (E)			4 564		3 720
Net profit with minority interests: (F) - (G)			3 199		2 551

The Chartered Accountant
(Illegible Signature)

The Board of Directors
(Illegible Signatures)

NOVABASE, Sociedade Gestora de Participações Sociais, SA

CONSOLIDATED STATEMENT OF PROFIT AND LOSS BY FUNCTION FOR SIX MONTHS ENDED JUNE 30, 2002 AND 2001

	Períodos	
	2002	2001
	Eur thousands	Eur thousands
Sales and services rendered	50 744	41 170
Cost of sales and services rendered	35 265	27 422
Gross profit	15 479	13 748
Other operational income	1 849	2 277
Distribution costs	524	588
Administrative costs	2 646	3 178
Other operational costs	8 889	8 236
Profit from operations	5 269	4 023
Net finance cost	285	439
Gains/losses in subsidiaries and associate companies	(632)	(411)
Gains/losses from other investments	212	547
Unusual results	-	-
Current results	4 564	3 720
Income Tax before extraordinary items	1 365	1 169
Current results after income tax	3 199	2 551
Extraordinary income	-	-
Extraordinary income tax	-	-
Net profit	3 199	2 551
Minority interests	379	332
Net profit attributable to the Group	2 820	2 219
Net profit per share	-	-

The Chartered Accountant
(Illegible Signature)The Board of Directors
(Illegible Signatures)**Novabase, SGPS, SA**

**NOTES TO THE CONSOLIDATED BALANCE SHEET
AND PROFIT AND LOSS ACCOUNT FOR THE SIX
MONTHS ENDED ON JUNE 30, 2002**

(Amounts in thousands of Euros)

The following notes are numbered sequentially as prescribed by the Portuguese Official Plan of Accounts (POC) for the presentation of consolidated financial statements. Those numerical references which are omitted from these notes are either not applicable to the Novabase Group or are not material for an understanding of the attached consolidated statements.

Introduction

Novabase, Sociedade Gestora de Participações Sociais, SA (hereunder referred to as Novabase or the company), originally set up under the name Novabase - Sistemas de Informação e Base de Dados, Lda., is the oldest company in the Novabase Group and holds the shares of the other companies in the group. It was set up on 11 May 1989 and its main activity until 1999 was developing and marketing computer systems.

On 23 December 1999, the company changed its name and purpose and was converted into a holding company with the object of managing shareholdings in companies as a way of doing business.

I - Information on Companies Included in the Consolidation and Others**1. Companies included in the consolidation**

The companies included in the consolidation, their head offices and the percentage of capital held, directly or indirectly, by Novabase on June 30, 2002 are as follows:

	Head Office	% of shareholding		June 30, 2002	
		directly	indirectly	Equity	Results
Novabase Suporte à Decisão, SA	Lisbon	96,52		1 726	115
Novabase Porto, SA	Lisbon	100		872	(143)
NBO Recursos em TI, SA	Lisbon	100		3 573	1 361
Cfocus, Soluções de Marketing, SA	Lisbon	86		1 101	349
Novabase Serviços	Lisbon	100		831	474
MentorIT - Consultoria em TI, SA	Lisbon	77,5		(11)	(89)
Novabase Sistemas de Informação, SA	Lisbon	74,81		3 296	47
Novabase Desenvolvimento à Medida, SA	Lisbon	94,95		4 486	808
Novabase, Data Quality, SA	Lisbon	96		2 946	534
MIND - Software Multimédia e Industrial, SA	Lisbon	50		225	25
Sapi 2 - CI, Consultoria Informática, SA (a)	Oporto	50		205	35
Sapi 2 - PI, Projectos Informáticos, Lda (b)	Oporto		50	41	27

(Continua na coluna seguinte)

	Head Office	% of shareholding		June 30, 2002	
		directly	indirectly	Equity	Results
(Continuado)					
Novabase Geoinformação, SA	Lisbon	74,99		98	17
Novabase Saúde, SA	Lisbon	55		1 777	(324)
Octal, Engenharia de sistemas, SA	Lisbon	100		5 897	1 297
Novabase Brasil, Ltda	S.Paulo	80		(607)	(1 381)
Octal TV, SA (e)	Lisbon	51	9,67	2 223	703
Novabase Outsourcing, SA	Lisbon	92,5		2 506	(37)
Novabase Integração de Processos, SA	Lisbon	90		265	3
OnTV, SA	Lisbon	51		506	285
S.A.F., SA	Lisbon	51		401	(8)
Novabase Enterprise Resources Planning, SA	Lisbon	97,5		532	15
TVLab, SA	Lisbon	50		541	81
Novabase Gestão de Activos	Lisbon	100		50	-
Celfocus, SA (c)	Lisbon		47,3	1 033	553
PraetorII, Lda (d)	Lisbon		96,52	13	2
PraetorIII, Lda (d)	Lisbon		96,52	54	(1)
Octal Engenharia de Sistemas, SL	Madrid		75	150	29
Novabase Consulting, SA	Madrid	100		950	0

Novabase Capital Subgroup:

Novabase Capital, SGPS, SA	Lisbon	100		3 836	83
Subsidiaries:					
Deltafor, Lda	Oeiras		100	395	2
Flag, SA	Lisbon		100	(461)	7
Flag Beat	Lisbon		100	159	154
Milenar, SA	Sintra		75	79	(26)

With the exception of Mind, that has been included in the consolidation using the proportional method, as shown in Note 5, the other companies mentioned were fully consolidated in accordance with paragraph d) of point 1 of article 1 of Decree-Law no. 238/91 of 2 July (power to appoint and remove the majority of the directors) and, in the other cases, on the basis of paragraph a) of point 1 of the same article (majority of voting power).

- (a) Taking into account that a Shareholders' Agreement was signed between the current shareholders, giving Novabase majority control over the management of Sapi2 ci - Consultoria Informática, SA, this company was fully consolidated.
- (b) The shares are held entirely by SAPI2 ci - Consultoria Informática, SA. These shares were acquired in late 2001.
- (c) 55% of the shares are held by Cfocus, SA.
- (d) The shares are held entirely by Novabase Suporte à Decisão, SA.
- (e) 51% of the shares are held by Novabase SGPS and 9.67% by Octal, SA.
- (f) The shares are held entirely by Flag, SA.

3. Associated companies included in the consolidation by the equity method

Shareholdings in associated companies have been included using the equity method, corresponding to the proportion of ownership on June 30, 2002:

Name	Head Office	% Of shareholding	June 30, 2002	
			Equity	Results
Clipanúncios, SA	Lisbon	25	265	(76)
Manchete, SA	Lisbon	25	184	(66)
Superemprego, SA	Lisbon	36,25	(4)	(48)
Dinamo, SA	Lisbon	40	464	(13)

These shares are held through Novabase Capital, SGPS.

5. Companies consolidated by the proportional method

Name	Head Office	% Of shareholding	Equity	Results
Mind	Lisbon	50	225	25

Considering that this company is jointly controlled, Novabase considered that the proportional consolidation method (no. 4.3. of Accounting Guideline no. 24 - Business combinations) is the most appropriate to the economic and financial situation in question.

According to this method, the Group recognises the corresponding proportion in the results, assets and liabilities of this company.

6. Companies shown at purchase cost

The following companies, which are held indirectly by Novabase (see Note 27 (ii)), have been entered at purchase cost:

- o Tape
- o Intelcart
- o Setcom
- o Octal gmbH
- o Plano B
- o SAF Espanha
- o Gentia Software Espana

7. Average number of employees

During the first half of 2002 and 2001 the average number of employees by the Novabase Group was 967 and 807, respectively (this includes the employees of the companies partially consolidated).

III - Information concerning Consolidation Procedures

10. Goodwill

i) Goodwill included under intangible fixed assets

The balance under this heading includes the value of goodwill resulting from the acquisition of financial investments in group and associate companies and refers to the difference between the acquisition cost and the proportional value of the equity on date of purchase if bought after 1 January 1991, or on the date of Novabase's first consolidation. On June 30, 2002 this amount was as follows:

Subsidiary	Year of acquisition	% of shares	Goodwill
Novabase Suporte à Decisão	1998	2	246
Novabase Suporte à Decisão	1999	16	971
Novabase Suporte à Decisão	2001	4	1 127
Novabase Data Quality	2001	6	849
Novabase Desenvolvimento à Medida	2001	3	713
NBO	1999	49,97	1 878
Cfocus	1999	25	1
Cfocus	2001	6	731
Novabase Porto	1999	49,95	1 151
Novabase Capital	1999	100	1 250
Octal - Engenharia de Sistemas	2000	100	467
SAPI2	2000	50	924
Novabase Enterprise Resources Planning	2001	51	168
OnTV	2000	51	307
SAF	2000	51	487
Praetor II	2000	100	619
Praetor III	2000	100	193
Flag	2002	100	588
Mind	2000	50	608
Manchete	2000	25	84
Clipanúncios	2000	25	3
Dinamo	2000	40	3
			13 368
			Accumulated depreciation
			3 101
			10 267

The goodwill is being depreciated over a period of 10 years (see Note 17).

ii) Consolidation differences included in equity

Subsidiary	Year of acquisition	% of shares	Goodwill
Mentor	1999	2,5	-
Deltafor	1999	100	84
Milenar	2000	75	3
			87

The balance under this heading is the result of the fact that the purchase price of the shares was lower than the proportion held in the subsidiary's equity.

14. Alterations to the consolidation perimeter

The changes in the consolidation perimeter during the first half of 2002 were the result of the constitution and acquisition of new companies.

15. Consistency in the application of valuation criteria

The main valuation criteria followed by the Group companies included in the consolidation were applied consistently as described in Note 23.

17. Period of depreciation of goodwill

Goodwill is depreciated by the straight-line method over a period of 10 years, which is considered to be the period of time necessary to recover the investment.

18. Criteria for accounting of shareholdings in associate companies and others

Shareholdings in associate companies (between 20% and 50%) are recorded by the equity method, following their initial booking at cost. This cost was increased or reduced by the difference between the amount corresponding to the proportion of those companies' shareholders' funds held.

Consolidation by the equity method requires financial holdings to be adjusted each year by an amount corresponding to participation in the net profits of associated companies, as an offset to financial gains or losses for the period. Furthermore, dividends received from these companies are recorded as a reduction in the balance shown under the financial investments heading.

Investments in other companies (less than 20%) have been recorded at purchase price or at nominal value and a provision is made where necessary to reduce the cost to estimated net realizable value

IV - Information regarding commitments

21. Financial commitments

The financial commitments made by the Novabase Group and not included in the balance sheet on June 30, 2002 are the result of financial costs of future payments for rental vehicles, to the amount of EUR 316 thousand.

22. Guarantees made

On June 30, 2002 there are financial commitments that have not been included in the balance sheet regarding bank guarantees given to third parties i) to act as guarantees for ongoing projects, ii) for bank loans and iii) for subsidies obtained for investments, which are as follows

The liability for guarantees issued by companies in the Group totals EUR 7 613 thousand, as follows:

Company	Bank	EURO thousands
Novabase Sistemas Informação	Banco Português Investimento	2 169
Octal / Octaltv / Ontv	Banco Comercial Português	1 247
Octal	Banco Comercial Português	1 176
Novabase Suporte Decisão	Banco Português Investimento	778
Novabase Serviços	Banco Espírito Santo	664
Novabase Desenvolvimento Medida	Banco Português Investimento	547
Novabase Sistemas Informação	Banco Espírito Santo	488
Novabase Data Quality	Banco Espírito Santo	131
Sapi2-ci	Banco Espírito Santo	128
Novabase Porto	Banco Português Investimento	77
Novabase Integração de Processos	Banco Português Investimento	74
Novabase Serviços	Banco Português Investimento	60
Novabase Suporte Decisão	Banco Espírito Santo	32
Novabase Saúde	Banco Comercial Português	32
Novabase Desenvolvimento Medida	Banco Espírito Santo	10
		7 613

The total amount of EUR 594 thousand is the result of bank guarantees issued by the company with the following banks: i) Banco Português de Investimento, EUR 431 thousand, ii) Mapfre, EUR 68 thousand, iii) Caixa Geral de Depósitos, EUR 80 thousand, and iv) Banco Comercial Português, EUR 15 thousand.

V - Basis of Presentation and Main Valuation Criteria

23. Basis for Presentation

The consolidated financial statements were prepared according to the historical cost convention corrected to the fair value of the assets or liabilities acquired and including the accounting policies mentioned below.

The individual financial statements for Novabase and its subsidiaries and associates used in preparing the consolidated financial statements (see Note 1), were prepared by each company, with the exception of the recognition of leased goods and other rentals, as mentioned in paragraph g) below, based on the accounting records adopted by the Group which comply with the Official Accounting Plan. The company's foreign subsidiaries prepare their statutory accounts as required by local accounting principles.

The consolidated financial statements of Novabase, SGPS were prepared according to Decree-Law no. 238/91 of 2 July, which lays down the rules for the consolidation of accounts in Portugal. Novabase as parent company of the Novabase Group holds shares in subsidiaries and associate companies. Subsidiaries are those that constitute long-term investments and in which Novabase directly or indirectly holds 50% or more of their shares or where, although it holds less than 50%, Novabase has control. Associate companies are those constituting a long-term investment in which Novabase holds between 20% and 50% of the shares but does not exercise control and which are merely complementary to Novabase's business. In these circumstances, subsidiaries and associate companies exclude companies in which shares were not acquired with a view to taking part in the running of their business.

Consolidation Procedures

Whenever it was thought necessary or materially relevant, accounting criteria were standardised in the consolidated financial statements of Novabase, its subsidiaries and associate companies.

The integral consolidation method was used to consolidate the companies mentioned in Note 1. Subsidiaries are consolidated from the date on which Novabase or any of its other subsidiaries took effective control and they are removed from the consolidation as soon as they are sold or control is altered.

The main transactions and most important balances between companies have been eliminated in the consolidation process together with unrealised earnings and losses in transactions between Group companies.

The amount representing investments by third parties in subsidiaries has been presented in the balance sheet under "Minority interests" (Note 54).

Goodwill resulting from the difference between the book value of shares and the value of the proportion of the equity that they represent, referred back to the date of acquisition or the date of the first consolidation and changed by subsequent alterations in their investment structures, have been recorded in the consolidated balance sheet under "Goodwill".

Financial investments representing shares in associate companies have been included

in the consolidated balance sheet using the equity method (see Notes 3 and 18). Financial investments representing less than 20% of the shares in companies and in subsidiaries and associate companies that have justifiably not been included in the consolidation have been presented at purchase cost or at their estimated price, if this is lower (Note 6).

The Group's interest in jointly controlled companies has been accounted for using the proportional method. According to this method, the Group recognises the corresponding proportion in the results, assets and liabilities of these companies (see Note 5).

Main accounting principles and valuation criteria

The main valuation criteria used in preparing the consolidated financial statements were as follows:

a) Accruals and deferrals

Revenues and expenses have been recorded in accordance with the accrual concept, whereby revenues and expenses are recognised when they are generated, regardless of the time at which they are received or paid. Differences between amounts received and paid and the corresponding receipts and expenses generated are recorded under accruals and deferrals headings.

b) Goodwill

Goodwill (consolidation differences) has been recorded under assets and amortised by the period necessary to recover the investment made. The period in question is 10 years.

The goodwill shown on the balance sheet as an intangible asset is revised annually and adjusted according to permanent losses in value whenever necessary.

c) Intangible fixed assets

Intangible fixed assets include the goodwill mentioned above, incorporation expenses, research and development costs and the costs of intellectual property and other rights. These headings are depreciated by the straight-line method over a period of three years, with the exception of goodwill, which, as mentioned in Note 17, is depreciated over 10 years.

d) Work in progress

Current fixed assets refer to the ongoing internal development of software products and are valued on the basis of the cost of the hours spent by the employees involved, the costs directly associated thereto and outsourcing costs. As soon as the project or product is placed on the market, these values are transferred to the research and development costs heading.

e) Tangible fixed assets

Tangible fixed assets are recorded at purchase price plus the cost of putting them into operation. The cost of improving assets in order to prolong their working life is capitalised, and maintenance, conservation and repair costs are considered expenses at the time they are incurred.

Depreciation is calculated from the date on which an asset goes into operation or its use begins, using the straight-line method according to its estimated useful life, which is not significantly different from the maximum annual rates allowed for tax purposes, as shown below:

	Nr. of Years
Buildings and other constructions	10 a 50
Basic equipment	3 a 4
Tools and utensils	4
Vehicles	4
Fixtures and fittings	3 a 10

The costs of repairs and maintenance recurring over several years have been recognised on an accrual basis. The part corresponding to each financial year has been entered in the profit and loss account.

f) Financial investments

The Novabase Group's financial investments have been recorded as described in Note 18 and in the above description of the consolidation procedures.

g) Leasing and other rentals

Leasing contracts for tangible assets have been recorded in fixed assets accounts whenever the Group assumes all the benefits and risks associated with ownership of the assets in question. The value at which these acquisitions are capitalised is the current value of future rents. The liability to third parties for the principal sum of outstanding lease instalments is shown under liabilities; the lease assets are depreciated over their estimated useful lives (see note e) above) and the interest component of the lease payment is expensed in the period to which it relates.

As this valuation principle is not used in the individual accounts, the financial statements consolidated after 31 December 1998 have been adjusted to show a true and fair view of the financial situation and results of the companies included in the consolidation, as laid down in Accounting Directive no. 25.

On June 30, 2002, the adjustment made was as follows:

Assets	Cost	Accumulated depreci.	Depreci.	Rents 2002	Future rents
Transport equipment	2 995	1 960	329	456	1 255

The value of the rents paid in until June 30, 2002 includes EUR 92 thousand referring to financial costs.

h) Inventories

The stocks of goods and raw and subsidiary materials have been recorded at cost price plus purchase expenses, which is lower than the market value.

In the case of finished and semi-finished products, the production cost includes, in addition to direct costs, general manufacturing expenses determined on the basis of the respective percentage of completion.

The amounts needed to reduce the value of stocks to their net realisable value, whenever a fall in value is estimated, are shown in the provision for inventory depreciation.

i) Accounts receivable

Accounts receivable have been entered at their net value, which is determined taking into account the necessary provisions for doubtful debts. These provisions are based on the assessment of estimated losses resulting from uncollected debts at the end of each period.

j) Amounts owed for holidays and holiday subsidies

The amount of this liability, as well as the employer's social security contributions pertaining thereto, are reflected in the consolidated financial statements, and the related costs recognised in the statement of profit and loss for the year.

k) Negotiable securities

Negotiable securities have been recorded at the lowest purchase price or at market price.

The costing system used in valuing sales is the weighted average cost.

l) Assets and liabilities in foreign currency

All the assets and liabilities in foreign currency have been converted to Euros at the exchange rates on the dates of the balance sheets.

The favourable and unfavourable exchange differences between the exchange rates on the dates of the transactions and those of the date of collection, payment or balance sheet have been recorded as income and costs in the consolidated statement of profit and loss for the year (see Note 44).

m) Income tax

The Income tax charge is determined in accordance with the Portuguese Corporate Tax Code (IRC). The Group records deferred taxes in accordance with the International Accounting Standard no.12 (revised), which supplements the Portuguese Official Plan of Accounts following publication of Accounting Directive no 28.

The company's foreign subsidiaries are taxed according to the local laws.

24. Exchange rates used for conversion to Euros

- (a) The financial statements of subsidiaries located abroad expressed in foreign currency have been converted to euros, resulting in adjustments that have been shown in a specific equity account.

Currency	Average Exchange rate	Exchange rate 30.06	Historical Exchange rate
Real Brasileiro	0,354	0,354	(i) 0,6182 (ii) 0,6258

(i) exchange rate on the date of constitution

(ii) exchange rate on the date of the increase in share capital

- (b) Transactions in foreign currency - see note 23 l)

VI - Information on Certain Headings

25. Start-up, research and development, industrial property and other rights and transfers

- (i) The heading "Establishment costs" includes

- Advertising campaigns when part of Novabase's share capital was sold on the Lisbon and Oporto Stock Exchange in June 2000, to the amount of EUR 856 thousand
- Start-up expenses for Novabase Outsourcing, to the amount of EUR 382 thousand
- Cost of constituting and increasing share capital

- (ii) The heading "Research and Development costs" includes the cost of projects for developing internal computer systems and research projects in specific areas, sometimes with foreign partners. Some of these projects are being co-funded under strategic EU programs.

- (iii) In line with its information technology investment policy, in 2001, the company acquired two business areas: i) one for the Interactive TV market with special emphasis on sports and ii) one related to document management systems. During the first half of 2002 the company acquired to subsidiaries a Human Resources area and the right for using and trading a specialized software in the Health area. The total amount

invested is EUR 3 585 thousand and has been included under "Business property rights".

27. Movement in fixed assets - Work in progress

(i) Work in progress

The company's ongoing projects are:

Project	Company	EURO thousands
ASP	Novabase Outsourcing	782
	Novabase Brasil	613
CSI	Novabase Saude	587
New Concept	Deltafor	418
Meta 4	Novabase Serviços	348
Internacionalização	Novabase Sistemas de Informação	304
Fate	Mind	251
I&T - CQ	Novabase Desenvolvimento à Medida	216
Laboratório bilhetica	Octal	187
I&T - REA I&T	Novabase Desenvolvimento à Medida	170
Arco Íris	Novabase Sistemas de Informação	97
I&T - SVA	Novabase Desenvolvimento à Medida	95
Plataforma de e-mail	Milenar	91
Telecomunicações	Novabase Suporte à Decisão	74
Ciberkit	Octal	72
Validoctor	Novabase Data Quality	56
Qualidade	Novabase Sistemas de Informação	51
Sky Map	Novabase Geoinformação	23
Internet Map Provider	Novabase Geoinformação	9
		4 444

(ii) Financial investments

The shares in associate companies were as follows on June 30, 2002:

	2002
Associate companies	
Dinamo	190
Tape	4
Intelcart	2
Setcom	88
Octal gmbH	6
Plano B	9
SAF Espanha	10
Manchete	11
Clipanúncios	68
	388
Other companies	
WRC, SA	15
Gentia Software Espana	3
	18

36. Sales and services rendered by activity and geographical markets

The consolidated net values of sales and services rendered are as follows:

	2002	2001
Geographical market		
Domestic market	49 755	39 522
External market	989	1 648
	50 744	41 170

38. Corporate income tax

The companies included in the consolidation are taxed individually, each one calculating its own corporation tax (IRC). In accordance with prevailing legislation, these companies' tax returns are subject to review and adjustment by the tax authorities for a period of five years for all fiscal years up to 1997 and for a period of four years starting from 1998 (10 years for Social Security), except when they have made a loss, they have received tax benefits or inspections are in progress, in which case the time limits are extended or suspended.

The Novabase Group recognise the tax effects of timing differences that arose from the time of recognition for accounting and tax purposes in accordance with the Accounting Guideline no. 28. Corporate Income tax in 2001, in the amount of EUR 1 365 thousand, has been adjusted by the effect of deferred tax.

39. Remuneration of members of the Board of Directors

The remuneration paid to the members of the board of directors of the parent company in the first half of 2002 amounted EUR 1 028 thousand.

44. Net consolidated financial expenses

Net financial expenses are analysed as follows:

	2002	2001
Expenses		
Interest paid	207	353
Losses in invest. on group and assoc. comp. (Note 18)	70	79
Exchange losses	187	82
Discounts granted for prompt payment	4	-
Other financial expenses	106	77
	574	591
Net financial expenses	(56)	96
	518	687
Income:		
Interest received	438	538
Exchange gains	79	65
Gains on sale of cash investments	-	26
Other financial income	1	58
	518	687

45. Net consolidated extraordinary expenses

The consolidated extraordinary expenses are analysed as follows:

	2002	2001
Expenses		
Donations	9	12
Losses on fixed assets	8	-
Fines and penalties	12	9
Prior year adjustments	82	59
Other extraordinary expenses	71	-
	182	79
Net extraordinary expenses	390	247
	572	327
Income		
Gains on fixed assets	121	164
Gains on contractual penalties	3	-
Reductions on depreciation and provisions	62	57
Prior year adjustments	118	89
Other extraordinary income	268	17
	572	327

The heading "Other extraordinary income and earnings" includes essentially the investment subsidies (EUR 184 thousand) transferred from the balance sheet to the profit and loss account as per the accounting practice described in Note 23 n).

46. Movement in Provisions

The provision for doubtful debts was reinforced in EUR 397 thousand, to face expected debt risks at the end of the financial year.

VII - Sundry information

49. State and other public entities

Except for two subsidiaries, the company was fully up to date with its payments to the State or other public entities.

50. Other relevant information

The company was subject to a lawsuit over the rental contract of its former head office for the amount of EUR 1 012 thousand. This suit is being contested and the company has counter-sued for possible damages should the legal action prove unfounded. Management considers that the risk of this suit is very small and should not therefore have any significant effect on the consolidated financial statements.

51. Reconciliation of the net extraordinary expenses shown in the consolidated statement of profit and loss by nature and the statement of profit and loss by functions

The consolidated statement of profit and loss by functions was prepared in accordance with Accounting Directive no. 20, which presents a concept of extraordinary income and expenses that differs from that defined in the Official Plan of Accounts for the preparation of the consolidated statement of profit and loss by nature. The value of the extraordinary expenses, EUR 390 thousand (EUR 248 thousand in 2001), shown in the consolidated statement of profit and loss by nature (see Note 45) has been reclassified under other operating profits and earnings, which results in the following differences in the types of results:

	Profit and Loss Account 2002			Profit and Loss Account 2001		
	By nature	Reclassif.	By functi.	By nature	Reclassif.	By functi.
Operating results	4 230	1 039	5 269	3 376	647	4 023
Financial results	(56)	56	-	96	(96)	-
Current results	4 174	390	4 564	3 472	248	3 720
Extraordinary results	390	(390)	-	248	(248)	-
Net profit of the financial year	3 199	-	3 199	2 551	-	2 551

52. Events after June 30, 2002

There are no relevant subsequent events to be mentioned in this note.

The Chartered Accountant
(Illegible Signature)

The Board of Directors
(Illegible Signatures)

CONSOLIDATED FINANCIAL STATEMENTS

- PROFORMA (Unaudited)

Prepared in accordance with the INTERNATIONAL ACCOUNTING STANDARDS (IAS)

NOVABASE, Sociedade Gestora de Participações Sociais, SA
CONSOLIDATED BALANCE SHEET AS AT JUNE 30, 2002 AND 2001

	2002	2001
	Eur thousands	Eur thousands
Assets		
Intangible Assets	9.933	7.172
Tangible assets	6.857	5.874
Goodwill arising on consolidation	10.267	8.763
Financial Investments	414	2.136
Inventories	8.799	4.923
Accounts receivables		
Customers	27.282	35.025
State and other public entities	724	497
Other debtors	2.837	1.331
Marketable securities	12.463	13.780
Cash and deposits	12.393	2.585
Accruals and deferrals	9.419	7.072
	101.388	89.158
Shareholders' Equity		
Share capital	14.128	14.128
Treasury stock	(508)	(1.364)
Share premium	35.153	35.161
Reserves and retained earnings	12.143	5.292
Consolidated net income	2.577	2.078
Total Shareholders' Equity	63.493	55.295
Minority Interests	4.163	3.602
Liabilities		
Medium and long term liabilities		
Credit Institutions	-	-
Fixed asset suppliers	340	582
Other	-	-
Short term liabilities		
Credit Institutions	3.432	7.475
Suppliers	8.921	8.106
Fixed asset suppliers	1.603	1.900
State and other public entities	6.581	5.010
Other creditors	4.042	744
Accruals and deferrals	8.813	6.444
Total liabilities	33.732	30.261
	101.388	89.158

NOVABASE, Sociedade Gestora de Participações Sociais, SA
CONSOLIDATED STATEMENT OF INCOME FOR THE SIX MONTHS ENDED
30 JUNE, 2002 AND 2001

	2002	2001
	Eur thousands	Eur thousands
Sales	19.325	12.317
Cost of goods sold	13.893	10.180
Gross Margin	5.432	2.137
Other Income		
Services rendered	31.419	28.853
Supplementary earnings	76	249
Other operational income	1.196	1.102
	32.691	30.204
Other expenses		
External supplies and services	13.269	11.252
Personnel expenses	16.647	14.169
Depreciation and amortization	2.775	2.495
Provisions	397	193
Other operating expenses	829	723
	33.917	28.832
Net income before taxes	4.206	3.509
Income taxes	1.245	1.093
Net income	2.961	2.416
Minority Interests	384	338
Attributable net income	2.577	2.078

	2002	2001
	Eur thousands	Eur thousands
Financial Indicators		
Turnover	50.744	41.170
Operating Results	4.262	3.413
Financial Results	(56)	96
EBITDA	7.037	5.908
EBITDA %	13,9%	14,4%

LIMITED REVISION ON THE FIRST HALF OF 2002 CONSOLIDATED ACCOUNTS BY A REGISTERED AUDITOR IN THE OFFICIAL AUDITORS' ASSOCIATION

INTRODUCTION

- As required by law, (Art. 246 of the Securities Code), we hereby submit the Limited Revision Report on the financial information contained in the Report and consolidated financial statements for the period ending on June 30, 2002 of NOVABASE - SOCIEDADE GESTORA DE PARTICIPAÇÕES SOCIAIS, SA, which include the Board of Directors', the Balance Sheet on June 30, 2002, (which shows a total of EUR 101 867 thousand and total equity of EUR 64 250 thousand, including a net profit of EUR 2 820 thousand), and the consolidated Profit and Loss Statement by type and by function on the above date and their annexes.
- The amounts in the financial statements, as well as the amounts in the additional financial information, are recorded in the account register, adjusted with the amounts, not yet recorded, in result of our work.

RESPONSIBILITIES

- The Board of Directors is responsible for:
 - Preparing a consolidated financial statement that gives a true and fair view of the financial position of the companies included in the consolidation, the consolidated result of their operations;
 - Providing historical financial information prepared according to generally accepted accounting principles and which should be complete, true, up-to-date, clear, objective and legal, as required by the Securities Code;
 - Adopting the appropriate accounting policies and criteria;
 - Maintaining an appropriate internal control system, and
 - Announcing any material event that has influenced the activities, financial position or results of the companies included in the consolidation.
- Our responsibility is to verify the financial information contained in the above-mentioned accounting statements, to check that it is complete, true, up-to-date, clear, objective and legal, as required by the Securities Code, and to issue an independent professional report on the basis of our examination.

SCOPE

- Our examination was conducted in accordance with the professional standards and auditing guidelines of the Official Auditors' Association, which require the examination to be planned and executed in such a way as to achieve an acceptable degree of certainty as to whether the consolidated financial statements are free of any materially relevant distortions. The examination therefore includes:
 - Inquires and analytic procedures with the following purposes:
 - Verifying the accuracy of the financial statements
 - Considering whether the accounting policies adopted and presented are appropriate under the circumstances;
 - Verifying the applicability of the principle of continuity;
 - Deciding whether the overall presentation of the financial statements is appropriate; and
 - Deciding whether the consolidated financial information is complete, true, up-to-date, clear, objective and legal.
 - Tests to unusual transactions of significant amounts
- Our examination also included:
 - Verifying whether the consolidated financial information in the Annual Report agreed with the other accounting documents.
- We are of the opinion that the examination conducted provides an acceptable basis for forming our opinion.

OPINION

- Based on our examination, planned and executed in such a way as to achieve an acceptable degree of certainty, nothing as come to our attention that causes us to believe that the consolidated financial statements of the period ended in June 30, 2002 are not free of any materially relevant distortions that affect its compliance with generally accepted accounting principles, and that the information contained in them is not complete, true, up-to-date, clear, objective and legal.

IMPORTANT NOTE

- The consolidation perimeter consists of the parent company, NOVABASE, SGPS, S.A., and 32 subsidiaries.
The financial statements of Novabase subsidiaries at June 30, 2002 were submitted to a limited review by other auditors

LISBON, 31 JULY 2002

OLIVEIRA REGO & ASSOCIADOS
SOCIEDADE DE REVISORES OFICIAIS DE CONTAS
Represented by company member Manuel de Oliveira Rego

TO THE SHAREHOLDERS OF

Novabase - Sociedade Gestora de Participações Sociais, S.A.

Review Report

- 1 We have reviewed the accompanying consolidated balance sheet of Novabase - Sociedade Gestora de Participações Sociais, S.A. at June 30, 2002, the related consolidated statement of income for the period of six months then ended and the notes to the accounts. These financial statements are the responsibility of the company's Management. Our responsibility is to issue a report on these financial statements based on our review.
- 2 We conducted our review in accordance with the International Standard on Auditing applicable to review engagements. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements

are free of material misstatement.

- 3 A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
- 4 Based on our review nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements are not presented fairly, in all material respects, in accordance with generally accepted accounting principles in Portugal.

Lisbon, July 31, 2002

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