

COFINA, SGPS, S.A.

Share Capital: 25,641,459 Euro

Rua General Norton de Matos, nr. 68, Porto

Fiscal number 502 293 225

COFINA, S.G.P.S., S.A.
(OPEN CAPITAL COMPANY)

Directors' Report

CONSOLIDATED ACCOUNTS

30 June 2008

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To the Shareholders

Pursuant to the legal requirements, the Board of Directors of Cofina, S.G.P.S., S.A. (Open capital company) hereby presents its Directors' Report for the first semester of 2008.

INTRODUCTION

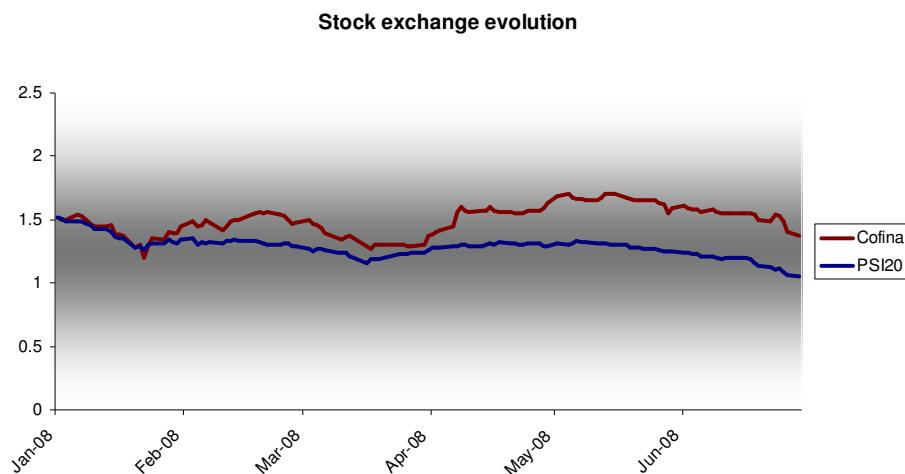
As in recent periods, the first semester of 2008 was dominated by the strong competition in the media market with several players trying to increase its market share in circulation as well as in advertising revenue. This task has not been simple as a result of the adverse economical environment. Notwithstanding, Cofina Media, holding which includes the Group's operating companies, kept presenting good performances, mainly in the advertising market, maintaining and strengthening the leadership of its main publications.

STOCK EXCHANGE EVOLUTION

(Note: in order to enable a better comparison between the stock price variation and PSI 20, the index has been considered as being equal in value to the opening price of the shares in question.)

The first semester of 2008 was negative for the major Portuguese stock market index (PSI 20), recording one of the worse periods in the Portuguese capital market history. The main Portuguese stock exchange index (PSI 20) decreased approximately 32% in this period, representing the worst performance of 20 global stock exchange index serving as reference to Euronext.

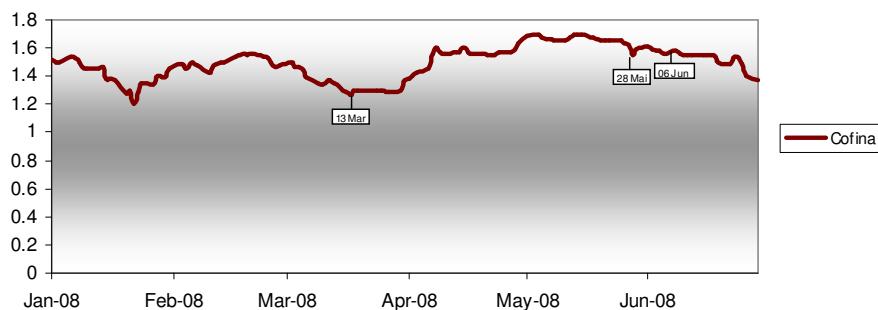
During the first six months, the PSI 20 stock exchange capitalization reduced significantly. At the last year end, the value of the 20 companies of the major Portuguese stock market index reached 94.3 thousand million Euro, decreasing to 64.5 thousand million Euro at the end of the first semester of 2008.



As a consequence of the instability felt in the media sector, Cofina's shares noted a certain degree of underperformance, closing the semester at 1.37 Euro per share. During the semester around 12.8 million of Cofina shares were traded, representing approximately 12% of the Company's share capital. Cofina's shares reached its maximum at 1.7 Euro per share and its minimum at 1.2 Euro per share during the first semester of 2008.

The most significant events that, during the first semester of 2008, affected the share price evolution were as follows:

Stock exchange evolution



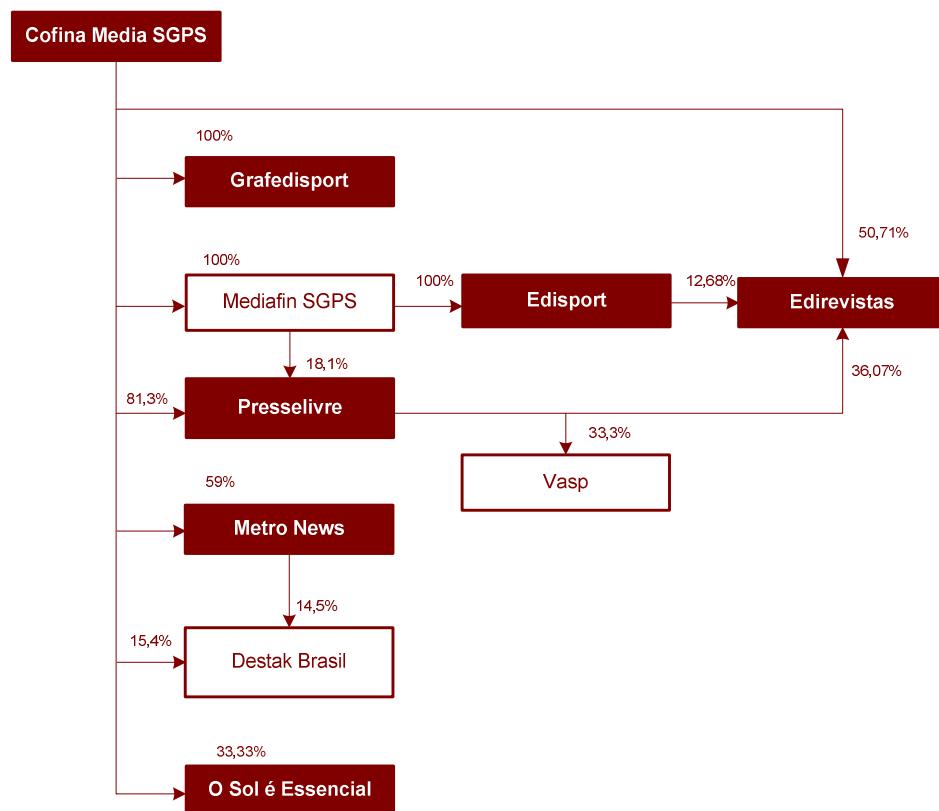
- 13 March 2008 – announcement of the Group's performance for the year 2007, presenting a consolidated net profit of 10 million Euro. Operating income increased 2.5% amounting to 134.6 million Euro. As of that date, Cofina's shares closed at 1.37 Euro per share.
- 27 May 2008 – announcement to the Securities Market Commission ("Comissão do Mercado de Valores Mobiliário" – CMVM) of the reduction of the Millennium BCP participation in Cofina, SGPS, S.A. for 3.498.224 shares. As of that date, Cofina's shares closed at 1.63 Euro per share.
- 28 May 2008 – announcement of the financial performance of the first quarter of 2008. The net profit for the period amounted to -11 million. EBITDA increased 1% in the same period and the shares' price as of that date amounted to 1.62 Euro per share.
- 6 June 2008 – information to the Securities Market Commission ("Comissão do Mercado de Valores Mobiliários" – CMVM) concerning the payment of a dividend of 0.035 Euro per share for the year 2007 as from 25 June 2008. As of that date, the price of shares was at 1.56 Euro per share.

GROUP'S ACTIVITY

Cofina Group currently develops its operations mainly in the media segment.

The key company in this area is Cofina Media, S.G.P.S., S.A. which owns leading products in their respective segments such as the daily newspaper "Correio da Manhã", the daily sports newspaper "Record", the free newspapers "Destak" and "Meia Hora", the newsmagazine "Sábado" as well as other titles such as "Jornal de Negócios", "Máxima", "TV Guia", "Flash!", "Vogue", "GQ", "Rotas e Destinos", "PC Guia" and "Automotor".

Currently, the Cofina Media Group's structure is as follows:



The first semester of 2008 was characterized by the pressure to traditional media, threatened by the free distribution newspapers and the access to on-line newspapers. However, this is not a vulnerable area for the Group: on one hand, Cofina has a consistent base of readers in its main newspapers; on the other hand, its presence in the areas that will potentially benefit from this change in the readers habits will allow the Group to easily replace the circulation revenues that could be lost by advertising income.

The first semester of 2008 was also marked by an adverse international economic climate, with impacts on domestic demand and in the Portuguese economy recovery. Still, Cofina managed to maintain the leadership on its main media, particularly in the

daily newspaper "Correio da Manha," gaining market share in other headings, namely in the weekly information magazine "S  bado".

As far as it concerns the advertising market, the Group managed to keep the leadership among the main media groups:

	Advertising	Share	Advertising	Share
	investment in		investment in	
	2008		2007	
Cofina Media	103,440,146	24%	83,922,939	21%
Controlinveste	71,111,174	17%	64,446,629	16%
Impresa	70,765,311	17%	71,823,298	18%
Impala	29,420,016	7%	28,701,450	7%

Source: Mediameitor

(standard prices in Euro accumulated as of 30 June 2008)

Despite the constraints felt by the market as a result of the scarce internal demand and difficult economic recovery, the Group, besides keeping the leadership of its main headings, also managed to strengthen the position of some of its products.

During the first semester of 2008, Cofina Media was able to maintain the advertising investment growth (23%), presenting a performance above its main competitors (5.2%), increasing its share from 21% to 24%.

As far as it concerns the circulation market, the Group is the second editorial group among the main media groups.

<u>Publisher Group</u>	Paid Circulation		Paid Circulation	
	2008	Share	2007	Share
Cofina Media	27,427,839	27%	26,646,606	27%
Controlinveste	28,410,856	28%	25,964,471	27%
Impala	11,294,827	11%	12,760,887	13%
Impresa	10,158,817	10%	10,390,134	11%

Source: APCT

(Medium number of copy sold by edition as of 30 April 2008)

The Group has the same market share in comparison with 2007, increasing the advertising investment.

	Paid Circulation			Share	
	2008	2007	Δ 2008 / 2007	2008	2007
Sábado	70,055	68,430	2.4%	37.0%	36.0%
Visão	109,224	109,464	-0.2%	57.0%	56.0%
Focus	11,008	14,012	-21.4%	6.0%	8.0%
Market	190,287	191,906	-0.8%		

Source: APCT

(Medium number of copy sold by edition as of 30 April 2008)

The magazine segment decreased 0.8% between January and April 2008.

The magazine "Sábado" strengthened its position in paid circulation during the first semester of 2008, growing about 2.4%, being the only publication growing in this segment.

	Paid Circulation			Share	
	2008	2007	Δ 2008 / 2007	2008	2007
Correio da manhã	117,722	111,294	5.8%	34.7%	36.1%
Jornal de Notícias	99,313	88,565	12.1%	29.3%	28.6%
24 Horas	41,588	41,495	0.2%	12.2%	10.9%
Público	35,831	34,219	4.7%	10.6%	13.1%
Diário de Notícias	45,063	35,479	27.0%	13.3%	11.3%
Market	339,517	311,052	9.2%		

Source: APCT

(Medium number of copy sold by edition as of 30 April 2008)

The newspaper segment increased 9.2% between January and April 2008. In the first semester of 2008, "Correio da Manhã" was the newspaper that recorded the biggest levels of paid circulation.

FINANCIAL REVIEW

The consolidated financial performance indicators of Cofina for the first semester of 2008, prepared in accordance with the recognition and measurement principles of IFRS, can be summarized as follows:

	30.06.2008	30.06.2007	Δ 2008 / 2007
Operating income	75,184	66,994	12.2%
Operating net profit (EBIT)	8,275	7,949	4.1%
EBITDA	10,160	9,825	3.4%
Consolidated net profit (a)	(46,125)	5,482	-

(amounts in thousand Euro)
EBITDA = operating net profit + amortisation
(a) - Net profit attributable to parent-company's shareholders

The operating income for the first semester increased 12.2% when compared with the homologous period of 2007. The growth of the advertising revenues, reinforced by the recovery of the market felt in the first semester, contributed largely to this evolution. The operating net profit increased 4.1% due to the continuous rationalization efforts made by the Group.

EBITDA grew 3.4% in comparison with the first semester of 2007 amounting to 10.2 million Euro as of 30 June 2008.

The net consolidated profit was affected by the effect of the valuation of the Zon Multimédia investment held in listed shares at its market value, which had an impact of, approximately, 63 million Euro in caption "Gains and losses in other investments".

The Group's total nominal debt amounted to 208.5 million Euro corresponding to a nominal net debt of 89.2 million Euro, including the investments held for trading.

The Group's performance may be detailed as follows:

	Jun-08	Jun-07	Δ 2008 / 2007
Operating income	75,184	66,994	12.2%
Circulation	29,851	29,198	2.2%
Advertising	31,985	30,216	5.9%
Alternative marketing products and others	13,348	7,580	76.1%
Operating income by segments	75,184	66,994	12.2%
Newspapers	52,872	47,232	11.9%
Magazines	22,312	19,762	12.9%
Operating expenses (a)	65,024	57,169	13.7%
Consolidated EBITDA (b)	10,160	9,825	3.4%
EBITDA margin	13.5%	14.7%	
Newspapers EBITDA	9,475	9,292	2.0%
Newspapers EBITDA margin	17.9%	19.7%	
Magazines EBITDA	685	533	28.5%
Magazines EBITDA margin	3.1%	2.7%	
Amortisation	1,885	1,876	0.5%
EBIT (c)	8,275	7,949	4.1%
EBIT margin	11.0%	11.9%	
Financial profit	(60,072)	18	-
Current profits	(51,797)	7,967	-
Current profits margin	-68.9%	11.9%	
Income before taxes and minority interests	(51,797)	7,967	-
Income taxes	(5,697)	2,279	-
Minority interests	25	207	-
Net consolidated profit (c)	(46,125)	5,482	-

(amounts in thousand Euro)

(a) Operating expenses excluding amortisation

(b) EBITDA = operating net profit + depreciation and amortisation

(c) EBIT = operating net profit

The operating income for the first semester increased 12%, mainly supported by the 5.9% growth in the advertising income. The alternative marketing products income recorded a significant increase in comparison with the homologous period of 2007.

The increase in operating income was stronger than the increase in operating expenses leading to an EBITDA growth of 3.4%, reaching 10.2 million Euro. The EBITDA margin decreased 1.2 percentage points from 14.7% in 2007 to 13.5% in 2008.

EBIT reached over 8 million Euro increasing 4.1% in comparison with the first semester of 2007.

The semester presented negative net financial income of 60 million Euro, being unfavourably influenced by the Zon Multimédia investment.

Newspapers segment:

This segment integrates the following publications: "Correio da Manhã", "Record", "Jornal de Negócios", "Destak" and "Meia Hora".

The Periodic Correio da Manhã managed to keep the leadership of the segment of the daily newspapers corresponding to a market share of 918,000 readers.

	Jun-08	Jun-07	Δ 2008 / 2007	
			Value	%
Operating income	52,872	47,232	5,640	11.9%
Circulation	21,313	20,954	359	1.7%
Advertising	23,915	21,545	2,370	11.0%
Alternative marketing products and others	7,644	4,733	2,911	61.5%
Operating expenses (a)	43,397	37,940	5,457	14.4%
EBITDA	9,475	9,292	183	2.0%
EBITDA margin	17.9%	19.7%		

(amounts in thousand Euro)

(a) Operating expenses excluding amortisation

During the first six months of 2008, the newspapers operating income grew 11.9%, amounted to 53 million Euro. It is worthwhile to mention the 11% increase in the advertising income and the 61.5% increase in the alternative marketing products in comparison with the homologous period of 2007. On the other hand, the 1.7% growth of the circulation income reflects the good performance occurred in the first semester of 2008.

The 14.4% growth recorded in the operating expenses was lead by costs incurred with promotional activities within alternative marketing products sales.

EBITDA in the period amounted to 9.5 million Euro presenting an increase of 2% compared to the homologous period of previous year. The corresponding EBITDA margin decreased 1.8 percentage points in comparison with the first semester of 2007.

Magazines segment:

This segment integrates the following publications: "Sábado", "Tv Guia", "Flash", "Máxima", "Vogue", "Máxima Interiores", "GQ", "Automotor", "Rotas&Destinos", "PC Guia" and "Semana Informática".

The magazine "Sábado" paid circulation increased around 2.4% in the first semester of 2008. Additionally, the number of readers grew of 205,000 in the first semester of 2007 for 279,000 in same period of 2008.

	Jun-08	Jun-07	Δ 2008 / 2007	
			Value	%
Operating income	22,312	19,762	2,550	12.9%
Circulation	8,538	8,244	294	3.6%
Advertising	8,070	8,671	(601)	-6.9%
Alternative marketing products and others	5,704	2,847	2,857	100.4%
Operating expenses (a)	21,627	19,229	2,398	12.5%
EBITDA	685	533	152	28.5%
EBITDA margin	3.1%	2.7%		

(amounts in thousand Euro)

(a) Operating expenses excluding amortisation

In the magazines segment it should be highlighted the duplication of the alternative marketing products income in the first semester of 2008.

The operating expenses component reached 21.6 million Euro, recording an increase of 12.5% in comparison with the homologous period of 2007.

During the first semester of 2008, the total operating income grew 12%, highly influenced by the alternative marketing products income.

EBITDA in the period amounted to 685 thousand Euro presenting an increase of 28.5% compared to the homologous period of previous year.

EBITDA margin grew by 0.4 percentage points reaching 3.1% in the first semester of 2008.

SECOND SEMESTER 2008 OUTLOOK

In July 2008, the Group launched the daily free newspaper "Destak" in Rio de Janeiro, in Brazil, integrated in the project of expansion of the participated Destak Brasil.

The Group remains confident that it will keep a leading position in its most relevant publications, presenting as an objective the pursuance of consolidation for its publications and growth in its most recent ones, allowing it to keep the Group's position in the media sector.

CORPORATE GOVERNANCE

In compliance with the guidelines included in the Stock Exchange Regulation ("Regulamento da CMVM") 7/2001, the Company is exempt from presenting information related with Corporate Governance, once this information is only compulsory upon the presentation of the Annual Directors' Report.

LEGAL MATTERS

Own shares

Pursuant to the requirements of article 66 of the Commercial Companies Code ("Código das Sociedades Comerciais"), the Directors inform that as of 30 June 2008 Cofina had no own shares and did not acquire or sell own shares during the semester then ended.

Shares held by Cofina's corporate board members

Pursuant to the requirements of article 447 of the Commercial Companies Code the Directors inform that, as of 30 June 2008, the held shares were as follows:

Paulo Jorge dos Santos Fernandes	3.085.746
Pedro Macedo Pinto de Mendonça	854.500
Domingos José Vieira de Matos	3.469.716
João Manuel Matos Borges de Oliveira (a)	
Carlos Manuel Matos Borges de Oliveira (a)	4.580.000

(a) – 4,580,000 shares corresponds to the total number of shares of Cofina, S.G.P.S., S.A. held by Caderno Azul – S.G.P.S., S.A. whose shareholders include the directors João Manuel Matos Borges de Oliveira and Carlos Manuel Matos Borges de Oliveira.

As of 30 June 2008 the Statutory Auditor and the members of the Shareholders' Meeting and of the Fiscal Board held no shares of the Company.

Participation in the Company's share capital

Pursuant to the requirements of articles 16 and 20 of the Securities Market Code ("Código dos Valores Mobiliários") and article 448 of the Commercial Companies Code, the Directors inform that, in accordance with the notifications received by the Company, the companies and/or individuals that hold qualified participations exceeding 2%, 5%, 10%, 20%, 33% and 50% of the voting rights, are as follows:

Exceeding 2% of the voting rights	Held shares at 30.06.2008	Direct % of voting rights
Caderno Azul, SGPS, S.A. (a)	4,580,000	4.47%
Santander Gestão de Activos – Sociedade Gestora de Fundos de Investimento Mobiliário, S.A.	3,728,974	3.64%
Millennium BCP – Gestão de Fundos de Investimento, S.A.	3,498,224	3.41%
Domingos José Vieira de Matos	3,469,716	3.38%
Banco BPI, S.A.	3,200,000	3.12%
Paulo Jorge dos Santos Fernandes	3,085,746	3.01%
Caixa Geral de Depósitos	2,443,531	2.38%
CAIXAGEST-Técnicas de Gestão de Fundos S.A.	2,064,307	2.01%

(a) – 4,580,000 shares corresponds to the total number of shares of Cofina, S.G.P.S., S.A. held by Caderno Azul – S.G.P.S., S.A. whose shareholders include the directors João Manuel Matos Borges de Oliveira and Carlos Manuel Matos Borges de Oliveira.

Exceeding 5% of the voting rights	Held shares at 30.06.2008	Direct % of voting rights
Ana Rebelo Mendonça Fernandes UBS AG, Zurique	6,256,340 6,040,000	6.10% 5.89%
Exceeding 20% of the voting rights	Held shares at 30.06.2008	Direct % of voting rights
Cofihold, S.G.P.S., S.A. i) directly	21,000,000	20.47%
ii) indirectly, through its directors Paulo Jorge dos Santos Fernandes Domingos José Vieira de Matos Pedro Macedo Pinto de Mendonça João Manuel Matos Borges de Oliveira (a) Carlos Manuel Matos Borges de Oliveira (a)	3.01% 3.38% 0.83% 4.47%	3.01% 3.38% 0.83% 4.47%

(a) – 4.47% corresponds to the total participation held by Caderno Azul – S.G.P.S., S.A. whose shareholders include the directors João Manuel Matos Borges de Oliveira and Carlos Manuel Matos Borges de Oliveira.

Cofina was not informed of any participation exceeding 33% of the voting rights.

DECLARATION OF RESPONSIBILITY

The members of the Board of Directors of Cofina, S.G.P.S., S.A. declare to assume responsibility for the information hereby presented and assure that the items included herein are true and that, to the best of their knowledge, there are no omissions.

As required by article 8, nr.3, of the Stock Exchange Regulation, the Board of Directors declares that the accounts that integrate this report were not object of a Limited Review.

As required by article 21 of Decree-Law 411/91 of 17 October, the Board of Directors informs that there are no overdue debts to the State, namely with respect to Social Security.

CLOSING REMARKS

The Board of Directors concludes by expressing a vote of gratitude to the personnel of Cofina Group for their dedication and effort, and also to the other Corporate Boards and to the Financial Institutions that co-operated with the Group.

Porto, 28 August 2008

The Board of Directors

Paulo Jorge dos Santos Fernandes – President

João Manuel Matos Borges de Oliveira

Pedro Macedo Pinto de Mendonça

Domingos José Vieira de Matos

Carlos Manuel Matos Borges de Oliveira

Statement under the terms of Article 246, paragraph 1, al. c) of the Securities Code

The signatories individually declare that, to their knowledge, the Management Report, the Individual Financial Statements prepared in accordance with generally accepted accounting principles in Portugal and the Consolidated Financial Statements prepared meeting the standards of the applicable International Financial Accounting as adopted by the European Union, and in accordance with the International Accounting Standard 34 – Interim Financial Reporting, and other accounting documents required by law or regulation, giving a truthful (fairly) and appropriate image, in all material respects, of the assets and liabilities, financial position and the consolidated and individual results of Cofina, SGPS, S.A. (“Cofina”) at 30 June 2008 and that the Management Report faithfully describes the business evolution and position of Cofina and of the companies included in the consolidation perimeter and contains a description of the major risks and uncertainties that they face.

Porto, 28 August 2008

Paulo Jorge dos Santos Fernandes
President of the Board of Directors

João Manuel Matos Borges de Oliveira
Member of the Board of Directors

Pedro Macedo Pinto de Mendonça
Member of the Board of Directors

Domingos José Vieira de Matos
Member of the Board of Directors

Carlos Manuel Matos Borges de Oliveira
Member of the Board of Directors

COFINA, S.G.P.S., S.A.

CONSOLIDATED BALANCE SHEETS AS OF 30 JUNE 2008 AND 31 DECEMBER 2007

(Translation of financial statements originally issued in Portuguese - Note 20)

(Amounts expressed in Euro)

ASSETS	Notes	30.06.2008	31.12.2007
NON CURRENT ASSETS			
Tangible assets		12,632,825	11,009,504
Goodwill	5	89,053,723	89,053,723
Intangible assets		302,460	420,581
Investments in associated companies	4	7,294,560	7,154,715
Deferred tax assets	6	14,519,454	8,573,499
Other non current assets		135,000	-
Total non current assets		123,938,022	116,212,022
CURRENT ASSETS			
Inventories		1,646,829	2,711,281
Customers		13,850,573	14,536,264
State or other public entities		3,966,495	2,893,506
Other current debtors		690,556	4,375,556
Other current assets		8,223,279	8,335,581
Investments recorded at fair value through profit and loss	7	80,248,707	115,079,670
Cash and cash equivalents		39,017,344	108,996,445
Total current assets		147,643,783	256,928,303
TOTAL ASSETS		271,581,805	373,140,325
<hr/>			
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS:			
Share capital	16	25,641,459	25,641,459
Share premium account		15,874,835	15,874,835
Legal reserve		5,409,144	5,409,144
Other reserves		13,090,097	6,558,030
Consolidated net profit for the year		(46,124,613)	10,120,787
Equity attributable to equity holder of the parent		13,890,922	63,604,255
Minority interests		836,042	870,726
TOTAL EQUITY		14,726,964	64,474,981
LIABILITIES:			
NON CURRENT LIABILITIES:			
Other loans	9	98,647,169	98,430,913
Pension liabilities		4,396,845	4,396,845
Other non current creditors	8	6,729,870	4,734,792
Deferred tax liabilities	6	-	250,176
Provisions	10	384,076	1,466,809
Total non current liabilities		110,157,960	109,279,535
CURRENT LIABILITIES:			
Bank loans	9	14,757,178	24,007,570
Other loans - short term	9	93,207,819	113,463,461
Derivatives	11	445,000	950,000
Suppliers		12,106,256	11,846,212
State or other public entities		4,962,762	3,401,851
Other current creditors	8	4,167,190	30,384,527
Other current liabilities		17,050,676	15,332,188
Total current liabilities		146,696,881	199,385,809
TOTAL LIABILITIES		256,854,841	308,665,344
TOTAL EQUITY AND LIABILITIES		271,581,805	373,140,325

The accompanying notes form an integral part of the consolidated financial statements.

The Board of Directors

COFINA, S.G.P.S., S.A.

CONSOLIDATED STATEMENTS OF PROFIT AND LOSS BY NATURE
FOR THE SIX MONTHS AND THREE MONTHS PERIODS ENDED 30 JUNE 2008 AND 2007
 (Translation of financial statements originally issued in Portuguese - Note 20)

(Amounts expressed in Euro)

	<u>Notes</u>	<u>30.06.2008</u>	<u>2nd Quarter 2008</u>	<u>30.06.2007</u>	<u>2nd Quarter 2007</u>
Operating income:					
Sales		29,707,015	14,901,464	29,482,861	14,929,698
Services rendered		32,258,660	17,943,869	30,430,374	16,026,360
Other operating income		13,218,103	8,384,222	7,080,523	3,549,132
Total operating income	17	75,183,778	41,229,555	66,993,758	34,505,190
Operating expenses:					
Cost of sales		10,784,681	5,337,208	10,139,708	5,198,470
External supplies and services		32,807,118	19,758,274	27,583,487	14,246,063
Payroll expenses		20,366,201	10,328,768	18,294,876	9,444,401
Amortisation and depreciation		1,884,604	938,045	1,875,785	948,228
Provisions / (reversals) and impairment losses	10	715,820	381,949	719,437	386,197
Other operating expenses		350,016	176,190	431,136	269,488
Total operating expenses		66,908,440	36,920,434	59,044,429	30,492,847
Operating profit	17	8,275,338	4,309,121	7,949,329	4,012,343
Gains and losses in derivatives	11	505,000	505,000	-	-
Gains and losses in associated companies	12	(656,367)	(656,367)	(325,541)	(101,515)
Gains and losses in other investments	12	(55,221,354)	(42,735,090)	2,390,742	1,967,537
Financial expenses	12	(5,304,776)	(2,555,017)	(3,210,352)	(1,927,056)
Financial income	12	605,620	168,762	1,163,485	435,853
Profit before income tax		(51,796,539)	(40,963,591)	7,967,663	4,387,162
Income tax	6	5,696,644	6,138,597	(2,278,576)	(1,204,170)
Profit after income tax		(46,099,895)	(34,824,994)	5,689,087	3,182,992
Attributable to:					
Shareholders of the parent company		(46,124,613)	(34,916,006)	5,481,675	3,057,349
Minority interests		24,718	91,012	207,412	125,643
Earnings per share:					
Basic	15	(0.45)	(0.34)	0.05	0.03
Diluted	15	(0.36)	(0.27)	0.04	0.02

The accompanying notes form an integral part of the consolidated financial statements.

The Board of Directors

COFINA, S.G.P.S., S.A.

CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' FUNDS
FOR THE SIX MONTHS PERIODS ENDED 30 JUNE 2008 AND 2007
 (Translation of financial statements originally issued in Portuguese - Note 20)
 (Amounts expressed in Euro)

	Attributable to parent company's shareholders					Minority interest	Total Shareholders' funds	
	Share capital	Share premium account	Legal reserve	Other reserves	Net profit	Total		
Balance as of 1 January 2007	25,641,459	15,874,835	5,128,293	724,500	9,687,333	57,056,420	2,706,542	59,762,962
Appropriation of consolidated net profit for 2006:								
Transfer to legal reserve and retained earnings	-	-	280,851	5,816,678	(6,097,529)	-	-	-
Dividend distribution	-	-	-	-	(3,589,804)	(3,589,804)	(48,720)	(3,638,524)
Change in reserves and minority interests:								
Other changes	-	-	-	12,638	-	12,638	(4,166)	8,472
Net consolidated profit for the six months period ending 30 June 2007	-	-	-	-	5,481,675	5,481,675	207,412	5,689,087
Balance as of 30 June 2007	25,641,459	15,874,835	5,409,144	6,553,816	5,481,675	58,960,929	2,861,068	61,821,997
Balance as of 1 January 2008	25,641,459	15,874,835	5,409,144	6,558,030	10,120,787	63,604,255	870,726	64,474,981
Appropriation of consolidated net profit for 2007:								
Transfer to legal reserve and retained earnings	-	-	-	6,530,983	(6,530,983)	-	-	-
Dividend distribution	-	-	-	-	(3,589,804)	(3,589,804)	(58,501)	(3,648,305)
Change in reserves and minority interests:								
Other changes	-	-	-	1,084	-	1,084	(901)	183
Net consolidated profit for the six months period ending 30 June 2008	-	-	-	-	(46,124,613)	(46,124,613)	24,718	(46,099,895)
Balance as of 30 June 2008	25,641,459	15,874,835	5,409,144	13,090,097	(46,124,613)	13,890,922	836,042	14,726,964

The accompanying notes form an integral part of the consolidated financial statements.

The Board of Directors

COFINA, S.G.P.S., S.A.

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE SIX MONTHS PERIODS ENDED 30 JUNE 2008 AND 2007
(Translation of financial statements originally issued in Portuguese - Note 20)
(Amounts expressed in Euro)

	Notes	2008	2007
Operating activities			
<i>Cash flow from operating activities (1)</i>		<u>11,277,257</u>	<u>8,370,690</u>
Investment activities:			
Collections relating to:			
Investments	1	- 41,508,754	
Interests and similar income		720,238 3,717,404	
Dividends		<u>7,601,642</u> 8,321,880 3,555,893	48,782,051
Payments relating to:			
Investments	1	(53,126,009) (124,705,975)	
Tangible assets		(19,920) (1,581,393)	
Loans granted		<u>-</u> (53,145,929) (1,140,000)	(127,427,368)
<i>Cash flow from investment activities (2)</i>		<u>(44,824,049)</u>	<u>(78,645,317)</u>
Financing activities:			
Collections relating to:			
Loans obtained		<u>-</u> 65,000,000	65,000,000
Payments relating to:			
Interest and similar costs		(3,592,113) (4,686,477)	
Dividends		(3,589,804) (3,593,458)	
Loans obtained		<u>(20,000,000)</u> (27,181,917) (33,061,690)	(41,341,625)
<i>Cash flow from financing activities (3)</i>		<u>(27,181,917)</u>	<u>23,658,375</u>
Cash and its equivalents at the beginning of the period	2	84,988,875	63,010,437
Net decrease of cash and its equivalents: (1)+(2)+(3)		<u>(60,728,709)</u>	<u>(46,616,252)</u>
Cash and its equivalents at the end of the period	2	<u>24,260,166</u>	<u>16,394,185</u>

The accompanying notes form an integral part of the consolidated financial statements.

The Board of Directors

COFINA, S.G.P.S., S.A.

NOTES TO THE CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2008

(Translation of notes originally issued in Portuguese – Note 20)

(Amounts stated in Euro)

1. PAYMENTS/COLLECTIONS RELATING TO INVESTMENTS

During the period ended 30 June 2008, the payments / collections relating to investments were as follows:

<u>Acquisitions</u>	<u>Transaction amount</u>	<u>Amount paid/collected</u>
Grafedisport – Impressão e Artes Gráficas, S.A. – acquired		
In the exercise ended 31 December 2007	3,700,000	1,850,000
Investments recorded at fair value through profit and losses	27,992,232	27,992,232
Investments recorded at fair value through profit and losses		
– acquisitions in previous fiscal years liquidated in 2008	22,542,297	22,542,297
Investments advanced payments	75,000	75,000
Others	666,680	666,680
	=====	=====
	54,976,209	54,976,209
	=====	=====

2. BREAKDOWN OF CASH AND CASH EQUIVALENTS

Cash and its equivalents as of 30 June 2008 and 2007 and as of 31 December 2007 and 2006, and the reconciliation between those amounts and the amounts shown in the balance sheets as of those dates, are as follows:

	<u>30.06.2008</u>	<u>31.12.2007</u>	<u>30.06.2007</u>	<u>31.12.2006</u>
Cash	154,783	203,103	103,298	84,936
Bank deposits repayable on demand	27,512,561	31,893,342	12,585,724	18,403,777
Bank deposits convertible within 3 months	11,350,000	76,900,000	19,027,471	61,187,471
	39,017,344	108,996,445	31,716,493	79,676,184
Bank overdrafts	(14,757,178)	(24,007,570)	(15,322,308)	(16,665,747)
Cash and cash equivalents in accordance with the balance sheet	<u>24,260,166</u>	<u>84,988,875</u>	<u>16,394,185</u>	<u>63,010,437</u>

COFINA, S.G.P.S., S.A.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2008

(Translation of notes originally issued in Portuguese – Note 20)

(Amounts stated in Euro)

1. INTRODUCTION

Cofina, SGPS, S.A. ("Cofina" or "Company"), an Open capital company, has its head-office located at Rua General Norton de Matos, 68, r/c in Porto and has its shares listed in the Lisbon Euronext Stock Exchange. Cofina is the parent company of a group of companies detailed in Note 4 commonly designated as Cofina Group, and its main activity is the management of investments mainly in the Media sector.

The Group owns headings of reference in the respective segments, editing titles like "Correio da Manhã", "Record", "Jornal de Negócios" and "Destak", as well as the magazines "Sábado", "Automotor", "TV Guia", "Flash!", "Rotas e Destinos", "Máxima" and "GQ", among others.

During the first semester of 2008, the Group developed its activity mainly in Portugal, having also some interests in Brazil through the investment in Destak Brasil (Note 4).

Cofina's consolidated financial statements are expressed in Euro (rounded to the nearest unit). This is the currency used by the Group in its operations and as so, considered the functional currency. The operations of the foreign group companies whose functional currency is not the Euro are translated to Euro using the exchange rates in force at the balance sheet date. Profit and loss and cash flows are converted to Euro using the average exchange rate for the period. The exchange rate differences originated are recorded in equity captions.

2. BASIS OF PRESENTATION AND MAIN ACCOUNTING POLICIES

The financial statements as of 30 June 2008 were prepared using accounting policies consistent with the International Financial Reporting Standards and in accordance with the International Accounting Standard 34 – Interim Financial Reporting.

The accounting policies adopted in Cofina's consolidated financial statements are consistent with those used in the preparation of financial statements presented in the year ended 31 December 2007.

3. CHANGES IN ACCOUNTING POLICIES AND CORRECTION OF MISTAKES

During the period there were no changes in accounting policies and no material mistakes were identified related with previous periods.

4. INVESTMENTS

Consolidation perimeter

The companies included in the consolidation, their headquarters, percentage participation held as of 30 June 2008 and the activity developed by each company are as follows:

Companies	Headquarters	Percentage participation held	Activity
Parent company:			
Cofina, SGPS, S.A.	Porto		Investment management
Cofina B.V.	Amsterdam (Netherlands)	100.00%	Investment management
F. Ramada – Participações, SGPS, S.A.	Ovar	100.00%	Investment management
Cofina Media Group			
Cofina Media, SGPS, S.A.	Lisbon	100.00%	Investment management
Presslivre – Imprensa Livre, S.A.	Lisbon	99.39%	Newspapers and magazine publication
Edisport – Sociedade de Publicações Desportivas, S.A.	Lisbon	100.00%	Newspapers publication
Edrevistas – Sociedade Editorial, S.A.	Lisbon	99.46%	Magazine publication
Mediafin, SGPS, S.A.	Lisbon	100.00%	Investment management
Metronews – Publicações, S.A.	Carnaxide	59.00%	Newspapers publication
Grafedisport – Impressão e Artes Gráficas, S.A.	Queluz	100.00%	Newspapers printing

These subsidiaries were included in the consolidation of Cofina Group using the full consolidation method.

COFINA, S.G.P.S., S.A.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2008

(Translation of notes originally issued in Portuguese – Note 20)

(Amounts stated in Euro)

The associated companies, their headquarters, the percentage participation held as of 30 June 2008 and the activity developed by each company are as follows:

Companies	Headquarters	Percentage participation held		Activity
		Direct	Indirect	
VASP – Sociedade de Transportes e Distribuições, Lda.	Lisbon	33.33%	-	Distribution
Destak Brasil – Empreendimentos e Participações, S.A.	São Paulo, Brasil	23.96%	-	Holding company
Destak Brasil – Editora de Publicações, S.A.	São Paulo, Brasil	-	23.96%	Newspapers publication
O Sol é Essencial, S.A.	Lisbon	33.33%	-	Newspapers publication

These associated companies were included in the consolidated financial statements in accordance with the equity method.

Investments in associated companies

The acquisition cost of the associated companies and its book value as of 30 June 2008 are as follows:

Companies	Acquisition cost		Book value
VASP – Sociedade de Transportes e Distribuições, Lda. – Financial investment	6,234		3,158,753
Destak Brasil – Empreendimentos e Participações, S.A.	299,064		-
Destak Brasil – Editora de Publicações, S.A. (a)	-		-
O Sol é Essencial, S.A.	3,166,780		(129,616)

(a) – Investment held by the subsidiary Destak Brasil – Empreendimentos e Participações, S.A

As of 30 June 2008 and 31 December 2007 the caption “Investments in associated companies” can be detailed as follows:

	<u>30.06.2008</u>	<u>31.12.2007</u>
Financial investment		
VASP – Sociedade de Transportes e Distribuições, Lda. - equity method	3,158,753	3,014,615
Destak Brasil – Empreendimentos e Participações, S.A.	299,064	299,064
O Sol é Essencial, S.A. - equity (a)	-	4,293
O Sol é Essencial, S.A. - goodwill	2,495,807	2,495,807
	<u>5,953,624</u>	<u>5,813,779</u>
Accumulated impairment losses on investments in associates	(299,064)	(299,064)
Loans granted to associated companies		
Gross amount	3,000,000	3,000,000
Accumulated impairment losses	(1,360,000)	(1,360,000)
	<u>7,294,560</u>	<u>7,154,715</u>

(a) - share acquired during December 2007 in a capital increase. During the semester ended 30 June 2008, the Group recorded a provision to accumulated impairment losses on investments in associates in the amount of 129,616 Euro (Note 10).

As of 30 June 2008 and 2007 the Group has available for sale investments corresponding to minority investments. The Group has recorded impairment losses to face differences to the realisable amount, presenting this caption a null net book value as of those dates.

5. GOODWILL

During the six months periods ended 30 June 2008 and 2007, there were no changes in caption “Goodwill”.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSFOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2008

(Translation of notes originally issued in Portuguese – Note 20)

(Amounts stated in Euro)

6. DEFERRED INCOME TAXESDeferred taxes

The movement occurred in deferred tax assets and liabilities in the six months periods ended 30 June 2008 and 2007 was as follows:

	Deferred tax assets		Deferred tax liabilities	
	30.06.2008	30.06.2007	30.06.2008	30.06.2007
Opening balance	8,573,499	1,961,962	250,176	-
Effects on the income statement:				
Increase/(decrease) in tax losses carried forward	(2,322,023)	-	-	-
Increase/(decrease) in provisions not accepted for tax purposes	(321,273)	-	-	-
Temporary differences between the accounting value and the taxable value of assets and liabilities	8,589,251	-	(250,176)	-
Other effects	956	-	-	-
Closing balance	14,519,454	1,962,918	-	-

The caption "Deferred tax assets" as of 30 June 2008 and 31 December 2007, in accordance with the nature of the temporary differences generated, can be detailed as follows:

	Deferred tax assets		Deferred tax liabilities	
	30.06.2008	31.12.2007	30.06.2008	31.12.2007
Provision and impairment losses not accepted for tax purposes	10,094,658	1,826,680	-	250,176
Reportable tax losses	4,424,796	6,746,819	-	-
	14,519,454	8,573,499	-	250,176

The tax losses carried forward for which the correspondent deferred tax assets have been recorded as of 30 June 2008, and the corresponding time limit to use these tax losses, are as follows:

	Tax loss	Deferred tax assets	Limit year
Generated in 2007	17,699,186	4,424,796	2013

In addition, some companies included in the consolidated financial statements by the full consolidation method, namely holdings, had tax losses carried forward for which no deferred tax assets were recorded due to the uncertainty of its recovery.

In accordance with the current Portuguese legislation, no deferred tax liabilities were recorded in relation to dividends taxation, as this is not applicable to the Group.

Current taxes

Income taxes recorded in the income statements in the periods ended 30 June 2008 and 2007 are detailed as follows:

	30.06.2008	30.06.2007
Current tax		
Income tax for the year	41,444	2,030,363
Excess of prior periods income tax	116,562	232,326
Deferred taxes	(5,695,779)	15,887
	(5,537,773)	2,278,576

COFINA, S.G.P.S., S.A.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2008

(Translation of notes originally issued in Portuguese – Note 20)

(Amounts stated in Euro)

7. INVESTMENTS RECORDED AT FAIR VALUE THROUGH PROFIT AND LOSS

The amount recorded in the caption “Investments measured at fair value through profit and loss” as of 30 June 2008 and 2007 relate to shares traded in stock markets and are valued at its market value as of those dates (Note 12).

As of 30 June 2008, the book value and market value can be detailed as follows:

	<u>Shares' book</u>	<u>Share value</u>	<u>Market value</u>
Zon Multimédia	15,183,844	5.28	80,170,696
Other shares			78,011

			80,248,707
			=====

8. LEASE CONTRACTS

As of 30 June 2008 and 31 December 2007, the amounts payable to fixed asset suppliers acquired in relation to financial lease contracts were classified in the captions “Other non current creditors” and “Other current creditors” and had the following predicted reimbursement plan:

	<u>30.06.2008</u>	<u>31.12.2007</u>
Year n+1	1,119,302	1,300,908
Year n+2	2,283,554	1,341,103
Year n+3	1,319,267	360,281
Year n+4	984,580	-
Year n+5 and subsequents	1,023,167	1,732,500
	6,729,870	4,734,792
Short term	2,158,309	1,267,943
	8,888,179	6,002,735

9. BANK LOANS AND OTHER LOANS

The current liabilities caption “Bank loans” refers to bank overdrafts reimbursable in the short term which bear market interest rates.

As of 30 June 2008 and 31 December 2007, the caption “Other loans” can be detailed as follows:

	<u>30.06.2008</u>			
	<u>Book value</u>		<u>Nominal value</u>	
	<u>Current</u>	<u>Non-current</u>	<u>Current</u>	<u>Non-current</u>
Bonds	-	98,647,169	-	100,000,000
Commercial paper	93,207,819	-	93,750,000	-
	<u>93,207,819</u>	<u>98,647,169</u>	<u>93,750,000</u>	<u>100,000,000</u>
<u>31.12.2007</u>				
	<u>Book value</u>		<u>Nominal value</u>	
	<u>Current</u>	<u>Non-current</u>	<u>Current</u>	<u>Non-current</u>
	-	98,430,913	-	100,000,000
Bonds	113,463,461	-	113,750,000	-
Commercial paper	<u>113,463,461</u>	<u>98,430,913</u>	<u>113,750,000</u>	<u>100,000,000</u>

COFINA, S.G.P.S., S.A.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2008

(Translation of notes originally issued in Portuguese – Note 20)

(Amounts stated in Euro)

As of 30 June 2008 the non-current liabilities caption "Bond loans" relates to two bond loans, whose nominal values amount to 50.000.000 Euros each, issued by Cofina BV and Cofina SGPS, S.A.. These bond loans are valued in accordance with the effective interest rate.

The nominal value of bond loans (capital and interests) is repayable in accordance with the following plan:

Year	Capital	Interest
2nd Semester 2008	-	2,375,000
2009	-	4,750,000
2010	50,000,000	4,750,000
2011	-	2,812,500
2012	-	2,812,500
2013	-	2,812,500
2014	-	2,812,500
2015	50,000,000	2,812,500
	<u>100,000,000</u>	<u>25,937,500</u>

The current liabilities caption "Commercial paper" relates to commercial paper programs with short term maturities and bear interest at market rates.

In addition to the amounts included in the balance sheet as of 30 June 2008 and 2007, Cofina SGPS, S.A. had issued commercial paper programs amounting to 50,000,000 Euros which are presented in the balance sheet net of a bank deposit in the same amount since these financial instruments fulfil the compensation requirements.

10. PROVISIONS AND ACCUMULATED IMPAIRMENT LOSSES

The movement occurred in provisions and impairment losses during the six months periods ended 30 June 2008 and 2007 is as follows:

	30.06.2008			
	Provisions	Accumulated impairment losses in investments	Accumulated impairment losses in inventories	Accumulated impairment losses in accounts receivable
Opening balance	1,466,809	3,363,622	802,888	9,777,260
Increase	147,680	-	-	697,756
Reversal	(35,000)	-	-	-
Utilization	(1,195,413)	-	(3,021)	-
Closing balance	<u>384,076</u>	<u>3,363,622</u>	<u>799,867</u>	<u>10,475,016</u>

	30.06.2007			
	Provisions	Accumulated impairment losses in investments	Accumulated impairment losses in inventories	Accumulated impairment losses in accounts receivable
Opening balance	1,949,559	5,948,054	794,532	10,040,800
Increase	419,678	-	-	719,437
Reversal	(70,030)	-	-	-
Utilization	-	(148,452)	-	-
Closing balance	<u>2,299,207</u>	<u>5,799,602</u>	<u>794,532</u>	<u>10,760,237</u>

The "Increase" in impairment losses in accounts receivable during the first half-year of 2008 was reflected in the profit and loss statement as follows:

Provisions and impairment losses	715,820
Gains and losses in associated companies (Note 12)	129,616

	845,436
	=====

(Translation of notes originally issued in Portuguese – Note 20)

(Amounts stated in Euro)

The balance sheet caption “Provisions” as of 30 June 2008 corresponds to the Board of Directors’ best estimate to cover possible losses arising from legal actions and processes and to face the impairment losses related to the investment in associated companies.

The utilization of provisions in the first semester of 2008 relates to supported costs with severance payments in consequence of the editorial structure re-organization in the Group’s participated media.

11. DERIVATIVE FINANCIAL INSTRUMENTS

As of 30 June 2008 and 2007 this caption relates to call warrants, which entitle the bondholders the right to subscribe Cofina, SGPS, S.A. shares at a variable exchange price, initially fixed at 4.08 Euro (before the share split, occurred in 2006).

These warrants are recorded in accordance with its fair value, based in evaluations of financial institutions. The movement in these derivatives for the years ended 30 June 2008 and 2007 can be presented as follows:

	<u>30.06.2008</u>	<u>30.06.2007</u>
Opening balance	950,000	5,109,322
Increases / (decreases)	(505,000)	-
Closing balance	<u>445,000</u>	<u>5,109,322</u>

12. NET FINANCIAL PROFIT

The financial income and expenses from the six months periods ended 30 June 2008 and 2007 can be detailed as follows:

	<u>30.06.2008</u>	<u>30.06.2007</u>
<u>Financial expenses</u>		
Interests	5,089,707	2,988,985
Commissions	208,469	216,460
Exchange losses	337	-
Other financial expenses	6,263	4,907
Closing balance	<u>5,304,776</u>	<u>3,210,352</u>
<u>Financial income</u>		
Interests	605,620	1,163,485
Closing balance	<u>605,620</u>	<u>1,163,485</u>

The caption “Gains and losses in associated companies” shown in the profit and loss statements as of 30 June 2008 and 2007 corresponds essentially to the Group’s share appropriation over the net income of the associated companies.

The caption “Gains and losses in other investments” as of 30 June 2008 and 2007 can be detailed as follows:

	<u>30.06.2008</u>	<u>30.06.2007</u>
Gains and losses in the sale of treasury applications	-	(284,378)
Dividends received	7,601,642	1,822,348
Gains in the sale of other financial investments	-	33,607
Investments recorded at fair value through profit and losses	(62,822,996)	819,165
	<u>(55,221,354)</u>	<u>2,390,742</u>

The caption “Dividends received” relates to dividends collected in connection with shares of “Zon Multimédia – Serviços de Telecomunicações e Multimédia, SGPS, S.A.” disposed during the semester.

COFINA, S.G.P.S., S.A.

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FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2008

(Translation of notes originally issued in Portuguese – Note 20)

(Amounts stated in Euro)

The captions "Investments recorded at fair value through profit and losses" refer, mainly, to the adjustment to fair value of "Zon Multimédia – Serviços de Telecomunicações e Multimédia, SGPS, S.A." at its market value as of 30 June 2008.

13. RELATED PARTIES

The main balances with related parties as of 30 June 2008 and the main transactions with those entities during the period then ended can be detailed as follows:

Transactions	Sales and services rendered	Supplementary income	
	30.06.2008	30.06.2008	
Associated companies	27,725,872	12,444,669	
	27,725,872	12,444,669	
<hr/>			
Balances	Accounts receivable	Sales pending invoicing	Accounts payable
	30.06.2008	30.06.2008	30.06.2008
Associated companies	148,629	5,826,486	188,490
	148,629	5,826,486	188,490

Sales and services rendered to associated companies during the period ended 30 June 2008 relate mainly to the sale of publications (newspapers and magazines) and alternative marketing products to VASP (Note 4), which is the company in charge of its distribution to the points of sale. These transactions are carried out under the normal activity of the Group.

14. RESPONSIBILITIES FOR GUARANTEES PROVIDED

As of 30 June 2008 Cofina had provided guarantees as follows:

- a) Pledge over 88,883,450 shares of Cofina Media, SGPS, S.A. as a guarantee for loan facility structured by Banco BPI, S.A., not being used as of 30 June 2008;
- b) Pledge over 88,883,450 shares of Cofina Media, SGPS, S.A. as a guarantee for commercial paper programs structured by Banco BPI, S.A., amounting to 3,750,000 Euro as of 30 June 2008;
- c) Pledge over 88,883,450 shares of Cofina Media, SGPS, S.A. as a guarantee for commercial paper programs structured by Banco BPI, S.A., amounting to 20,000,000 Euro as of 30 June 2008;
- d) Pledge over 7,778,630 shares of ZON MULTIMÉDIA - Serviços de Telecomunicações e Multimédia, SGPS, S.A. as a guarantee for commercial paper programs structured by Caixa - Banco de Investimento and Caixa Geral de Depósitos, amounting to 50,000,000 Euro as of 30 June 2008.

As of 30 June 2008 Cofina Media group companies had assumed responsibilities for guarantees granted amounting to 1,735,000 Euro in relation to advertising contests. These companies had also given promissory notes to guarantee credit facilities amounting to 26,000,000 Euros.

COFINA, S.G.P.S., S.A.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2008

(Translation of notes originally issued in Portuguese – Note 20)

(Amounts stated in Euro)

15. EARNINGS PER SHARE

Earnings per share for the semesters ended 30 June 2008 and 2007 were determined taking into consideration the following amounts:

	<u>30.06.2008</u>	<u>30.06.2007</u>
Net profit considered for the computation of basic and diluted earnings per share	(46,124,613)	5,481,675
Weighted average number of shares used to compute the basic earnings per share	102,565,836	102,565,836
Warrants dilution effect (a)	24,509,800	24,509,800
Weighted average number of shares used to compute the diluted earnings per share	<u>127,075,636</u>	<u>127,075,636</u>
Earnings per share:		
Basic	(0.45)	0.05
Diluted	(0.36)	0.04

(a) - The "Warrants dilution effect" refers to the option given to the holders of the bonds representative of the 50,000,000 Euro bond loan issued by Cofina B.V. to convert each bond held, with a nominal amount of 5,000 Euro, into 4,901.96 shares of Cofina, SGPS, S.A.

16. SHARE CAPITAL

As of 30 June 2008 the Company's fully subscribed and paid up capital consisted of 102,565,836 shares with a nominal value of 25 cents of Euro each. As of that date Cofina and the group companies did not hold own shares.

As of 30 June 2008, the following entities held more than 20% of the subscribed share capital:

- Cofihold, SGPS, S.A.

17. SEGMENT INFORMATION

In accordance with the origin and nature of the income generated by the Group, the following reporting segments have been identified:

- Newspapers
- Magazines
- Holding

Since the Group only operates in the domestic market, geographic segments are not presented.

The information for the six months periods ended 30 June 2008 and 2007 is detailed as follows:

	<u>30.06.2008</u>			
	<u>Newspapers</u>	<u>Magazines</u>	<u>Holding</u>	<u>Consolidation adjustments</u>
Operating income	52,868,476	22,312,102	3,200	-
Operating cash-flow (EBITDA) (a)	10,215,447	685,315	(740,820)	-
Operating profit (EBIT)	8,198,049	830,763	(753,474)	-

	<u>30.06.2007</u>			
	<u>Newspapers</u>	<u>Magazines</u>	<u>Holding</u>	<u>Consolidation adjustments</u>
Operating income	47,180,787	19,762,367	50,604	-
Operating cash-flow (EBITDA) (a)	9,593,177	533,487	(301,550)	-
Operating profit (EBIT)	7,877,093	380,559	(308,323)	-

(a) - Operating profit + amortisation and depreciation

COFINA, S.G.P.S., S.A.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2008

(Translation of notes originally issued in Portuguese – Note 20)

(Amounts stated in Euro)

18. DIVIDENDS

The Annual General Shareholders' Meeting held on 28 May 2008 approved that the Cofina SGPS, S.A. non consolidated net profit for the year ended 31 December 2007 was appropriated as follows:

Other reserves	52,179,678.98
Retained earnings	333,671.96
Distribution of dividends	3,589,804.26

	56,103,155.20
	=====

The dividends were fully paid during the first semester of 2008 and refer to ordinary shares.

19. INTERIM FINANCIAL STATEMENTS APPROVAL

The interim financial statements as of 30 June 2008 were approved by the Board of Directors for issuance in 28 August 2008.

20. EXPLANATION ADDED FOR TRANSLATION

These consolidated financial statements are a translation of financial statements originally issued in Portuguese in accordance with International Financial Reporting Standards (IFRS/IAS) as adopted in the European Union, some of which may not conform or be required to be generally accepted accounting principles in other countries. In the event of discrepancies, the Portuguese language version prevails.