



COFINA, SGPS, S.A.
Public Company

Head Office: Rua do General Norton de Matos, 68, r/c – Porto
Fiscal Number 502 293 225
Share Capital: 25,641,459 Euro

3rd quarter '13 FINANCIAL INFORMATION
(unaudited)

The consolidated financial information of Cofina for the 3rd quarter 2013, prepared in accordance with the recognition and measurement principles of International Financial Reporting Standards (IFRS), can be presented as follows:

(amounts in thousand Euro)	3Q 2013	3Q 2012	Var (%) 3Q13/3Q12
Operating income	27,560	29,547	-6.7%
Circulation	15,340	16,531	-7.2%
Advertising	8,457	9,114	-7.2%
Alternative marketing products and others	3,763	3,902	-3.6%
Operating income by segments	27,560	29,547	-6.7%
Newspapers	21,929	23,063	-4.9%
Magazines	5,631	6,484	-13.2%
Operating expenses (a)	23,562	25,168	-6.4%
Consolidated EBITDA (b)	3,998	4,378	-8.7%
EBITDA margin	14.5%	14.8%	- 0.3 p.p.
Newspapers EBITDA	3,906	4,369	-10.6%
Newspapers EBITDA margin	17.8%	18.9%	- 1.1 p.p.
Magazines EBITDA	92	9	922.2%
Magazines EBITDA margin	1.6%	0.1%	+ 1.5 p.p.
Amortisation and depreciation (-)	896	798	12.3%
EBIT	3,102	3,580	-13.4%
EBIT margin	11.3%	12.1%	- 0.9 pp
Net financial income	(440)	(833)	-
Income before taxes and non-controlling interests	2,662	2,748	-3.1%
Income taxes	1,558	1,194	30.5%
Non-controlling interests	50	(22)	ss
Net consolidated profit / loss (c)	1,054	1,576	-33.1%

(a) Operating expenses excluding amortisation

(b) EBITDA = earnings before interest, taxes, amortisation and depreciation

(c) Net profit / (loss) attributable to the parent company shareholders

The third quarter of 2013 was characterized by a reduction in the decrease rate of advertising revenue.

Therefore, in this context, total operating income reached approximately 27.6 million Euro, corresponding to a decrease of 7% in comparison with the last year's homologous period. This decrease was motivated by the reduction in circulation and advertising income (-7.2%), and by the reduction of 3.6% on the alternative marketing products income.

EBITDA recorded in this period amounted to approximately 4 million Euro, which corresponds to a decrease of 8.7% year on year. EBITDA margin reached 14.5%.

The net consolidated profit recorded in the third quarter of 2013 amounted to approximately 1 million Euro.

As of September 30, 2013, the nominal net debt of Cofina amounted to 74.8 million Euro.

Newspapers' segment

(amounts in thousand Euro)	3Q 2013	3Q 2012	Var (%) 3Q13/3Q12
Consolidated operating income	21,929	23,063	-4.9%
Circulation	11,929	12,656	-5.7%
Advertising	6,828	7,202	-5.2%
Alternative marketing products and others	3,172	3,205	-1.0%
Operating expenses (a)	18,023	18,694	-3.6%
Consolidated EBITDA (b)	3,906	4,369	-10.6%
EBITDA margin	17.8%	18.9%	-1.1 p.p.

(a) Operating expenses excluding amortisation

(b) EBITDA = earnings before interest, taxes, amortisation and depreciation

The newspapers' segment of Cofina recorded, in the third quarter of 2013, a total income of 22 million Euro, which represents a decrease of 5% when compared with the last year's homologous period. Advertising income recorded a decrease of approximately 5.2%, reaching 6.8 million Euro; whilst circulation income dropped approximately 6%, having reached 11.9 million Euro. The alternative marketing products income recorded a decrease of 1%, reaching approximately 3.2 million Euro.

Therefore, EBITDA amounted, in the period under analysis, to 3.9 million Euro, a decrease of approximately 10.6%, when compared with last year's homologous period. EBITDA margin amounted to 17.8%.

During this period, the newspaper segment includes the results of the new TV cable channel "Correio da Manhã TV", which started broadcasting on March 17th, 2013.

Magazines' segment

Total income of this segment reached approximately 5.6 million Euro, reflecting a decrease of approximately 13% when compared to the homologous period of 2012.

(amounts in thousand Euro)	3Q 2013	3Q 2012	Var (%) 3Q13/3Q12
Consolidated operating income	5,631	6,484	-13.2%
Circulation	3,411	3,874	-12.0%
Advertising	1,629	1,912	-14.8%
Alternative marketing products and others	591	698	-15.3%
Operating expenses (a)	5,539	6,475	-14.5%
Consolidated EBITDA (b)	92	9	-
EBITDA margin	1.6%	0.1%	+ 1.5 p.p.

(a) Operating expenses excluding amortisation

(b) EBITDA = earnings before interest, taxes, amortisation and depreciation

Circulation income recorded a decrease of 12%, reaching approximately 3.4 million Euro, while advertising revenue decreased approximately 15%. The alternative marketing products income recorded a decrease of 15%.

As a result of the deepening of the costs' reduction strategy, operational costs reduced by, approximately, 0.94 million Euro, amount that was lower than the reduction recorded in revenue, which amounted to 0.85 million Euro.

EBITDA of magazines segment, recorded in the third quarter of 2013, was 92 thousand Euro.

9 months financial statements

(amounts in thousand Euro)	9M 2013	9M 2012	Var (%) 9M13/9M12
Operating income	78,592	85,602	-8.2%
Circulation	43,042	46,231	-6.9%
Advertising	25,111	29,115	-13.8%
Alternative marketing products and others	10,439	10,256	1.8%
Operating income by segments	78,592	85,602	-8.2%
Newspapers	62,537	66,737	-6.3%
Magazines	16,055	18,865	-14.9%
Operating expenses (a)	68,847	74,263	-7.3%
Consolidated EBITDA (b)	9,745	11,339	-14.1%
EBITDA margin	12.4%	13.2%	- 0.8 p.p.
Newspapers	10,601	12,149	-12.7%
Newspapers EBITDA margin	17.0%	18.2%	- 1.3 p.p.
Magazines	-856	-810	-
Magazines EBITDA margin	-5.3%	-4.3%	- 1.0 p.p.
Amortisation and depreciation (-)	2,696	2,396	12.5%
EBIT	7,049	8,943	-21.2%
EBIT margin	9.0%	10.4%	- 1.5 pp
Net financial income	(2,069)	(3,062)	-
Income before taxes and non-controlling interests	4,980	5,881	-15.3%
Income taxes	3,415	3,634	-6.0%
Non-controlling interests	11	25	-56.0%
Net consolidated profit / loss (c)	1,554	2,222	-30.1%

(a) Operating expenses excluding amortisation

(b) EBITDA = earnings before interest, taxes, amortisation and depreciation

(c) Net profit / (loss) attributable to the parent company shareholders

In terms of accumulated amounts, during the first nine months of 2013, income reached, approximately, 78.6 million Euro, a decrease of approximately 8%, when compared with last year's homologous period. EBITDA amounted to 9.7 million Euro (-14%) and net profit obtained amounted to, approximately, 1.6 million Euro, corresponding to a decrease of 30%.

Oporto, October 30, 2013

CONSOLIDATED FINANCIAL STATEMENTS

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

CONSOLIDATED STATEMENTS OF FINANCIAL INFORMATION FOR THE PERIODS ENDED 30 SEPTEMBER 2013 AND 31 DECEMBER 2012

(Translation of financial statements originally issued in Portuguese - Note 19)

(Amounts expressed in Euro)

ASSETS	Notes	30.09.2013	31.12.2012
NON CURRENT ASSETS			
Tangible assets		8.291.128	8.176.586
Goodwill	5	93.129.042	93.404.086
Intangible assets		131.348	482.911
Investments in associated companies	4	3.704.834	3.426.665
Investments held for sale	4	8.570	8.570
Deferred tax assets	6	3.960.908	5.588.538
Total non current assets		109.225.830	111.087.356
CURRENT ASSETS			
Inventories		1.542.541	2.076.687
Customers		8.270.665	7.104.462
State and other public entities		368.360	329.043
Other current debtors		1.108.916	387.951
Other current assets		6.857.660	5.681.196
Investments recorded at fair value through profit and loss		-	9.066
Cash and cash equivalents	7	8.173.587	15.741.207
Total current assets		26.321.729	31.329.612
TOTAL ASSETS		135.547.559	142.416.968
<u>EQUITY AND LIABILITIES</u>			
SHAREHOLDERS' FUNDS			
Share capital	8	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		(34.256.045)	(36.913.812)
Consolidated net profit/(loss) for the period attributable to the parent company		1.553.943	3.986.740
Equity attributable to equity holder of the parent company		14.223.336	13.998.366
Non-controlling interests		658.203	739.995
TOTAL EQUITY		14.881.539	14.738.361
LIABILITIES			
NON CURRENT LIABILITIES			
Other loans	9	10.000.000	13.000.000
Pension liabilities		434.562	434.562
Other non current creditors	10	52.108	483.843
Provisions		7.275.830	6.429.560
Total non current liabilities		17.762.500	20.347.965
CURRENT LIABILITIES			
Bank loans	9	7.503.076	9.855.532
Other loans	9	63.864.405	66.033.119
Derivatives	11	492.210	992.890
Suppliers		7.751.839	8.716.589
State and other public entities		2.879.427	2.637.194
Other current creditors	10	8.568.148	8.025.213
Other current liabilities		11.844.415	11.070.105
Total current liabilities		102.903.520	107.330.642
TOTAL LIABILITIES		120.666.020	127.678.607
TOTAL EQUITY AND LIABILITIES		135.547.559	142.416.968

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

The Chartered Accountant

The Board of Directors

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

CONSOLIDATED STATEMENTS OF PROFIT AND LOSS BY NATURES
FOR THE NINE AND THREE MONTHS PERIODS ENDED 30 SEPTEMBER 2013 AND 2012

(Translation of financial statements originally issued in Portuguese - Note 19)
(Amounts expressed in Euro)

	Notes	30.09.2013	30.09.2012	3rd quarter 2013	3rd quarter 2012
Sales		43.042.239	45.974.943	15.340.007	16.455.593
Services rendered		25.111.382	29.442.310	8.457.458	9.320.853
Other operating income		10.438.701	10.183.976	3.762.557	3.770.491
Cost of sales		(11.749.946)	(13.618.580)	(4.052.810)	(4.726.270)
External supplies and services		(31.871.742)	(34.831.684)	(11.240.374)	(11.849.603)
Payroll expenses		(24.647.305)	(24.853.498)	(8.106.076)	(8.293.678)
Amortisation and depreciation		(2.696.260)	(2.396.471)	(896.657)	(798.296)
Provisions and impairment losses		(463.036)	(630.015)	(184.031)	(140.180)
Other operating expenses		(115.234)	(328.070)	21.633	(158.549)
Financial expenses	12	(2.537.608)	(4.168.727)	(655.749)	(1.120.190)
Financial income	12	468.966	1.106.546	216.391	287.606
Profit / (loss) before income tax		4.980.157	5.880.730	2.662.349	2.747.777
Income tax	6	(3.415.436)	(3.633.251)	(1.558.588)	(1.193.568)
Net consolidated profit / (loss) for the period		1.564.721	2.247.479	1.103.761	1.554.209
Attributable to:					
Shareholders of the parent company		1.553.943	2.222.306	1.053.633	1.576.252
Non-controlling interests		10.778	25.173	50.128	(22.043)
Earnings per share:					
Basic	15	0,02	0,02	0,01	0,02
Diluted	15	0,02	0,02	0,01	0,02

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

The Chartered Accountant

The Board of Directors

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

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIODS ENDED 30 SEPTEMBER 2013 AND 2012

(Translation of financial statements originally issued in Portuguese - Note 19)
(Amounts expressed in Euro)

	Attributable to equity holders of the parent company							
	Share capital	Share premium account	Legal reserve	Other reserves	Net profit / (loss)	Total	Non-controlling interests	Total equity
Balance as of 1 January 2012	25.641.459	15.874.835	5.409.144	(40.629.854)	4.812.155	11.107.739	787.811	11.895.550
Appropriation of consolidated net result for 2011:								
Transfer to retained earnings	-	-	-	4.812.155	(4.812.155)	-	-	-
Dividends distributed	-	-	-	(1.025.658)	-	(1.025.658)	(57.750)	(1.083.408)
Changes in reserves and non-controlling interests:								
Other changes	-	-	-	(448)	-	(448)	81	(367)
Total comprehensive income for the period of nine months ending at 30 September 2012	-	-	-	35.948	2.222.306	2.258.254	25.173	2.283.427
Balance as of 30 September 2012	<u>25.641.459</u>	<u>15.874.835</u>	<u>5.409.144</u>	<u>(36.807.857)</u>	<u>2.222.306</u>	<u>12.339.887</u>	<u>755.315</u>	<u>13.095.202</u>
Balance as of 1 January 2013	25.641.459	15.874.835	5.409.144	(36.913.812)	3.986.740	13.998.366	739.995	14.738.361
Appropriation of consolidated net result for 2012:								
Transfer to retained earnings	-	-	-	3.986.740	(3.986.740)	-	-	-
Dividends distributed	-	-	-	(1.025.658)	-	(1.025.658)	(39.375)	(1.065.033)
Changes in reserves and non-controlling interests:								
Business Combinations	-	-	-	(264.073)	-	(264.073)	(55.927)	(320.000)
Other changes	-	-	-	(31.519)	-	(31.519)	2.732	(28.787)
Total comprehensive income for the period of nine months ending at 30 September 2013	-	-	-	(7.723)	1.553.943	1.546.220	10.778	1.556.998
Balance as of 30 September 2013	<u>25.641.459</u>	<u>15.874.835</u>	<u>5.409.144</u>	<u>(34.256.045)</u>	<u>1.553.943</u>	<u>14.223.336</u>	<u>658.203</u>	<u>14.881.539</u>

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

The Chartered Accountant

The Board of Directors

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

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE AND THREE MONTHS PERIODS ENDED 30 SEPTEMBER 2013 AND 2012

(Translation of financial statements originally issued in Portuguese - Note 19)
(Amounts expressed in Euro)

	Notes	30.09.2013	30.09.2012	3 rd quarter 2013	3 rd quarter 2012
Profit / (loss) for the period		1.564.721	2.247.479	1.103.761	1.554.209
Other comprehensive income:					
Items that will be reclassified to net income:					
Exchange differences arising on translation of foreign operations		(282.468)	86.401	(115.171)	21.845
Changes in cash-flows hedges' fair value	11	274.745	(50.453)	73.881	(43.126)
		<u>(7.723)</u>	<u>35.948</u>	<u>(41.290)</u>	<u>(21.281)</u>
Total comprehensive income for the period		<u>1.556.998</u>	<u>2.283.427</u>	<u>1.062.471</u>	<u>1.532.928</u>
Attributable to:					
Shareholders of the parent company		1.546.220	2.258.254	1.012.343	1.554.971
Non-controlling interests		<u>10.778</u>	<u>25.173</u>	<u>50.128</u>	<u>(22.043)</u>

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

The Chartered Accountant

The Board of Directors

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

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE NINE AND THREE MONTHS PERIODS ENDED 30 SEPTEMBER 2013 AND 2012
(Translation of financial statements originally issued in Portuguese - Note 19)
(Amounts expressed in Euro)

	Notes	30.09.2013		30.09.2012		3rd quarter 2013		3rd quarter 2012	
Operating activities									
<i>Cash flow from operating activities (1)</i>			<u>6.980.890</u>		<u>9.708.095</u>		<u>2.277.372</u>		<u>5.811.006</u>
Investment activities									
Collections relating to:									
Fixed assets		379.797		-		379.797		-	
Interest and similar income		152.025		1.192.846		12.545		217.257	
Loans granted		-		197.400		-		-	
Dividends		<u>100.000</u>	631.822	<u>-</u>	1.390.246	<u>-</u>	392.342	<u>-</u>	217.257
Payments relating to:									
Investments	7	(255.000)		(100.000)		(15.000)		-	
Tangible assets		(2.863.462)		(643.279)		(301.889)		(68.105)	
Intangible assets		<u>(475.746)</u>	(3.594.208)	<u>(291.101)</u>	(1.034.380)	<u>(155.614)</u>	(472.503)	<u>(89.010)</u>	(157.115)
<i>Cash flow from investment activities (2)</i>			<u>(2.962.386)</u>		<u>355.866</u>		<u>(80.161)</u>		<u>60.142</u>
Financing activities									
Collections relating to:									
Loans obtained		<u>5.000.000</u>	5.000.000	<u>20.000.000</u>	20.000.000	<u>5.000.000</u>	5.000.000	<u>-</u>	-
Payments relating to:									
Interest and similar costs		(3.932.698)		(4.325.918)		(2.366.916)		(1.540.168)	
Lease contracts		(760.138)		(956.132)		(174.460)		(347.834)	
Dividends		(1.025.658)		(1.025.658)		-		-	
Loans obtained		(7.750.000)		(25.763.698)		(2.350.000)		(3.550.303)	
Supplementary capital		<u>-</u>	(13.468.494)	<u>-</u>	(32.071.406)	<u>-</u>	(4.891.376)	<u>-</u>	(5.438.305)
<i>Cash flow from financing activities (3)</i>			<u>(8.468.494)</u>		<u>(12.071.406)</u>		<u>108.624</u>		<u>(5.438.305)</u>
Cash and its equivalents at the beginning of the period	7		9.002.300		12.203.133		2.246.475		9.817.299
Changes in exchange rates			-		53.986		-		(468)
Variation of cash and its equivalents: (1)+(2)+(3)			<u>(4.449.990)</u>		<u>(2.007.445)</u>		<u>2.305.835</u>		<u>432.843</u>
Cash and its equivalents at the end of the period	7		<u><u>4.552.310</u></u>		<u><u>10.249.674</u></u>		<u><u>4.552.310</u></u>		<u><u>10.249.674</u></u>

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

The Chartered Accountant

The Board of Directors

1. INTRODUCTION

Cofina, SGPS, S.A. ("Cofina" or "Company"), is a public capital company, with headquarters located at Rua General Norton de Matos, 68, r/c, in Porto, and is the Parent company of a group of companies detailed in Note 4, commonly designated as "Cofina Group" which develop their activity in the media sector, mainly dedicated to written press. Its shares are listed in the NYSE Euronext Lisbon Stock Exchange.

The Group owns headings of reference in the respective segments, publishing titles like newspapers "Correio da Manhã", "Record", "Jornal de Negócios", "Destak" and "Metro", as well as the magazines "Sábado", "TV Guia", "Flash!" and "GQ", among others.

During the nine month period ended as of 30 September 2013, the Group developed its activity mainly in Portugal, having also some interests in Brazil through the investment in Destak Brasil and in the subsidiary Adcom Media (Note 4).

Cofina Group 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. Income and expenses 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.

The accompanying consolidated financial statements have been prepared under the going concern assumption.

2. BASIS OF PRESENTATION AND MAIN ACCOUNTING POLICIES

Annual financial statements were prepared in accordance with the International Financial Reporting Standards ("IFRS"), as adopted by the European Union. The financial statements as of 30 September 2013 were prepared 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 the consolidated financial statements for the year ended as of 31 December 2012.

3. CHANGES IN ACCOUNTING POLICIES AND CORRECTION OF MISTAKES

During this period there were no changes in accounting policies nor were detected any material errors relating to previous periods.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

AS OF 30 SEPTEMBER 2013

Translation of financial statements originally issued in Portuguese - Note 19

(Amounts expressed in Euro)

4. INVESTMENTSConsolidation perimeter

The companies included in the consolidated financial statements by the full consolidation method, their headquarters, percentage of participation held and activity developed as of 30 September 2013 are as follows:

Designation	Headquarters	Percentage participation held	Activity
<u>Parent Company:</u>			
Cofina, SGPS, S.A.	Porto		Investment management
Efe Erre Participações, SGPS, S.A. ("FR")	Porto	100%	Investment management
<u>Cofina Media Group</u>			
Cofina Media, SGPS, S.A. ("Cofina Media")	Lisbon	100%	Investment management
Presselivre – Imprensa Livre, S.A. ("Presselivre")	Lisbon	99.44%	Newspapers and magazine publication
Edisport – Sociedade de Publicações, S.A. ("Edisport")	Lisbon	100%	Newspapers publication
Edirevistas – Sociedade Editorial, S.A. ("Edirevistas")	Lisbon	99.46%	Magazines publication
Mediafin, SGPS, S.A. ("Mediafin")	Lisbon	100%	Investment management
Metronews – Publicações, S.A. ("Metronews")	Lisbon	59%	Newspapers publication
Grafedisport – Impressão e Artes Gráficas, S.A. ("Grafedisport")	Queluz	100%	Newspapers print
Web Works – Desenvolvimento de Aplicações para Internet, S.A. ("Web Works")	Lisbon	100%	Production and creation of websites for online business development
Transjornal – Edição de Publicações, S.A. ("Transjornal")	Lisbon	59%	Newspapers publication
Cofina - Eventos e Comunicação S.A. ("Cofina Eventos") (a)	Lisbon	100%	Events promotion and organization
Adcom Media – Anúncios e Publicidade S.A. ("Adcom Media")	São Paulo, Brazil	80%	Communication and advertising services

(a) During the period of nine months ended on September 30, 2013, Cofina Group acquired an additional percentage of 30% in Cofina Eventos share capital.

During the period of nine months ended on September 30, 2013, Cofina B.V., with headquarters in the Netherlands, was settled. This operation had no material impact in the Group's consolidated financial statements.

All the above companies were included in the consolidated financial statements in accordance with the full consolidation method.

The associated companies, their headquarters, percentage of participation held and activity developed as of 30 September 2013 are as follows:

Designation	Headquarters	Percentage participation held		Activity
		Direct	Indirect	
VASP – Sociedade de Transportes e Distribuições, Lda.	Lisbon	33.33%	-	Publications distribution
Destak Brasil – Empreendimentos e Participações, S.A.	São Paulo, Brazil	23.92%	-	Investment management
Mercados Globais – Publicação de Conteúdos, Lda.	V.N.Gaia	50%	-	Management of services and promotion of a financial forum on the internet

The associated company VASP was included in the consolidated financial statements in accordance with the equity method. The other companies are recorded at cost less accumulated impairment losses.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSAS OF 30 SEPTEMBER 2013

Translation of financial statements originally issued in Portuguese - Note 19

(Amounts expressed in Euro)

Investments in associated companies

The acquisition cost of the associated companies and their book value as of 30 September 2013 are as follows:

Designation	Acquisition cost	Book value	Equity	Net result
VASP – Sociedade de Transportes e Distribuições, Lda.	€ 6,234	€ 3,704,334	€ 11,113,004	€ 924,826
Destak Brasil – Editora, S.A. (a)	-	-	R\$ (1,265,873)	R\$ 502,301
Destak Brasil – Empreendimentos e Participações, S.A.	€ 299,064	€ 500	R\$ 273,240	R\$ 380,043
Mercados Globais – Publicação de Conteúdos, Lda.	€ 72,000	-	(b)	(b)

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

(b) – non available financial information.

As of 30 September 2013 and 31 December 2012 the caption “Investments in associated companies” can be detailed as follows:

	30.09.2013	31.12.2012
Financial Investment		
VASP – Sociedade de Transportes e Distribuições, Lda.	3,704,334	3,426,165
Destak Brasil – Empreendimentos e Participações, S.A.	154,535	154,535
Mercados Globais - Publicação de Conteúdos, Lda.	72,000	72,000
	<u>3,930,869</u>	<u>3,652,700</u>
Accumulated impairment losses on investments in associated companies	(226,035)	(226,035)
	<u>3,704,834</u>	<u>3,426,665</u>

Investments available for sale

As of 30 September 2013 and 31 December 2012 the Group has available for sale investments corresponding to minority investments in unlisted companies, for which the Group has recorded impairment losses in previous periods, showing on those dates a net amount of 8,570 Euro. As of 30 September 2013 and 31 December 2012, the total value of investments for which impairments of the same amount were recorded amounts to 877,942 Euro.

5. GOODWILL

During the nine months period ended as of 30 September 2013 and 2012, the movement in the caption “Goodwill” fully refers to the changes in exchange rates in the nine months period then ended of the Goodwill of the subsidiary Adcom Media.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSAS OF 30 SEPTEMBER 2013

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(Amounts expressed in Euro)

6. INCOME TAXESDeferred taxes

The movement occurred in deferred tax assets in the nine months periods ended as of 30 September 2013 and 2012 was as follows:

	30.09.2013	30.09.2012
Opening balance	5,588,538	7,512,008
Effects in the income statement:		
Increase/(Decrease) in tax losses carried forward	14,257	43,102
Prior year tax correction following changes in tax rules	(1,542,829)	(1,542,829)
Effects in equity:		
Fair value of derivate instruments	(99,058)	18,190
Closing balance	3,960,908	6,030,471

Tax expenses

Tax expenses recorded in the income statement for the nine months period ended as of 30 September 2013 and 2012 are detailed as follows:

	30.09.2013	30.09.2012
Current Tax		
Income tax for the period	838,719	1,704,754
Excess/(Insufficiency) of prior years income tax	42,145	(171,230)
Additional assessment tax	1,006,000	600,000
Deferred taxes	1,528,572	1,499,727
	3,415,436	3,633,251

As of 30 September 2013, disputes with the Portuguese tax authorities ("Autoridade Tributária e Aduaneira") were still in progress following a Corporate Income Tax inspection with an amount of, approximately, 13 million Euro being challenged by the tax authorities. In order to cope with these disputes, the Group recorded provisions in the amount of 6,306,000 Euro (1,006,000 Euro in the nine months period ended as of September 30, 2013), which correspond to the best estimate made by the Board of Directors, supported by their legal and tax advisers, of the impact that might outcome from the ongoing tax claims.

7. CASH AND CASH EQUIVALENTS

As of 30 September 2013, as of 31 December 2012 and as of 30 September 2012, the caption "Cash and cash equivalents" can be detailed as follows:

	30.09.2013	31.12.2012	30.09.2012
Cash	77,524	70,108	82,270
Bank deposits repayable on demand	5,095,063	13,910,726	8,050,858
Bank deposits repayable in less than 3 months	3,001,000	1,760,373	8,352,000
Cash and cash equivalents in accordance with the balance sheet	8,173,587	15,741,207	16,485,128
Bank overdrafts (Note 9)	(3,621,277)	(6,738,907)	(6,235,454)
Cash and cash equivalents	4,552,310	9,002,300	10,249,674

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During the nine months period ended as of 30 September 2013, payments relating to investments were as follows:

<u>Acquisitions</u>	<u>Transaction amount</u>	<u>Amount paid</u>
Cofina - Eventos e Comunicação S.A. (*)	320,000	255,000
	<u>320,000</u>	<u>255,000</u>

(*) acquisition of an additional investment of 30% in share capital

During the nine months period ended as of 30 September 2012, payments relating to investments were as follows:

<u>Acquisitions</u>	<u>Transaction amount</u>	<u>Amount paid</u>
Adcom Media – Anúncios e Publicidade S.A. (*)	300,000	100,000
	<u>300,000</u>	<u>100,000</u>

(*) acquired in previous periods

8. SHARE CAPITAL

As of 30 September 2013, the Company's fully subscribed and paid up capital consisted of 102,565,836 shares with a nominal value of 25 cents of a Euro each. As of that date, Cofina and the Group companies did not hold own shares.

9. BANK AND OTHER LOANS

As of 30 September 2013 and 31 December 2012, the caption "Bank loans" was made up as follows:

	30.09.2013			
	Book value		Nominal Value	
	Current	Non Current	Current	Non Current
Bank overdrafts (Note 7)	3,621,277	-	3,621,277	-
Bank loans	3,881,799	10,000,000	3,750,000	10,000,000
	<u>7,503,076</u>	<u>10,000,000</u>	<u>7,371,277</u>	<u>10,000,000</u>
	31.12.2012			
	Book value		Nominal Value	
	Current	Non Current	Current	Non Current
Bank overdrafts (Note 7)	6,738,907	-	6,738,907	-
Bank loans	3,116,625	13,000,000	3,000,000	13,000,000
	<u>9,855,532</u>	<u>13,000,000</u>	<u>9,738,907</u>	<u>13,000,000</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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As of 30 September 2013 and 31 December 2012, the caption "Other loans" was made up as follows:

	30.09.2013			
	Book value		Nominal Value	
	Current	Non Current	Current	Non Current
Bond loans	48,313,534	-	50,000,000	-
Commercial paper	15,550,871	-	15,600,000	-
	<u>63,864,405</u>	<u>-</u>	<u>65,600,000</u>	<u>-</u>

	31.12.2012			
	Book value		Nominal Value	
	Current	Non Current	Current	Non Current
Bond loans	49,947,225	-	50,000,000	-
Commercial paper	16,085,894	-	16,100,000	-
	<u>66,033,119</u>	<u>-</u>	<u>66,100,000</u>	<u>-</u>

Bond loans

As of 30 September 2013 this caption was made up of a loan called "Bonds Cofina - 2013/2019", whose nominal value amounts to 50 million Euro, issued by Cofina SGPS, SA and which book value, valued in accordance with the effective interest rate method, amounts to 48,313,534 Euro. This loan, according to its terms, matures on September 28, 2019. However, according to the initial agreement, the holders of the bonds may request, in their sole initiative, early repayment, without any penalties, of the bonds they hold. In this sense, although the Board of Directors believes that the holders of these bonds will not request early repayment and, consequently, its term will be as initially targeted contractually (28 September 2019), the Company, in light of the accounting standards and since the ability to request this refund is in exclusive possession of the holder and not the issuer of the bonds, classified this loan as current.

The main features of this loan are as follows:

- Issuer – Cofina, SGPS, S.A.;
- Nominal value – 50,000,000 Euro;
- Subscription date – September 27, 2013;
- Maturity – September 28, 2019;
- Reimbursement – at par, on interest payment dates, in three equal instalments, as of 28 September 2017, 28 September 2018 and 28 September 2019.
- Interest – postponed, corresponding to 6 month Euribor plus a spread of 3.8%.

Additionally, as of 27 September 2013, Cofina SGPS acquired, all bonds representing the bond loan denominated "OBRIGAÇÕES COFINA SGPS – 2007/2015", in the amount of 50 million Euro, having proceeded to its early repayment. This operation is intended to expand the debt maturity profile.

Commercial paper

The liability caption "Commercial paper" relates to two commercial paper programs, in the maximum amounts of 16,000,000 Euro and 5,000,000 Euro, with guaranteed subscription by the banks. These commercial paper programs mature in January 2014 and September 2016, respectively, and bear interest at market rates.

Regarding the second commercial paper program, with maturity as of September 25, 2016, as it can be terminated by any of the parts, in each annual term date of the program, it was classified as current.

Bank loans

The liability caption "Bank loans" corresponds to a loan agreement celebrated in March 2012 which bears interest quarterly at market rates and has its maturity on 15 October 2016.

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The reimbursement of the nominal value of the bank loan is as follows:

	<u>30.09.2013</u>
2014	1,000,000
2015	4,000,000
2016	<u>5,000,000</u>
	10,000,000
Short term	<u>3,750,000</u>
	<u><u>13,750,000</u></u>

10. LEASING

As of 30 September 2013 and 31 December 2012, the amounts payable to fixed asset suppliers relating to financial lease contracts were classified in captions "Other non-current creditors" and "Other current creditors" and have the following reimbursement plan:

	<u>30.09.2013</u>	<u>31.12.2012</u>
Year n+1	25,605	446,079
Year n+2	21,084	10,294
Year n+3	5,419	22,993
Year n+4	-	4,477
Year n+5 and subsequent years	-	-
	<u>52,108</u>	<u>483,843</u>
Short term	600,470	914,240
	<u><u>652,578</u></u>	<u><u>1,398,083</u></u>

11. DERIVATIVE FINANCIAL INSTRUMENTS

As of 30 September 2013, this caption is made of interest rate swaps related to the Group's financing loans. As these derivatives fulfil the requirements of IAS 39 – Financial Instruments: Recognition and Measurement in order to be classified as hedging instruments, their fair value has been recorded under the shareholder's funds' caption "Other reserves", net of deferred taxes.

The movement in these derivatives for the nine months periods ended as of 30 September 2013 and 2012 can be presented as follows:

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30.09.2013					
	"Market-to-market"	Accrued interest	Market-to-market net of accrued interest	Deferred tax assets	Net Value
Opening balance	992.890	(126.878)	866.012	229.493	636.519
Increases / (decreases)	(500.680)	N/A	(373.802)	(99.057)	(274.745)
Closing balance	492.210	-	492.210	130.437	361.773

30.09.2012					
	"Market-to-market"	Accrued interest	Market-to-market net of accrued interest	Deferred tax assets	Net Value
Opening balance	1.001.831	(104.453)	897.378	237.805	659.573
Increases / (decreases)	(31.786)	N/A	68.643	18.190	50.453
Closing balance	970.045	(4.024)	966.021	255.996	710.025

As of 30 September 2013, the Company had contracted interest rate hedging instruments which fair value, calculated by the discounted cash flow method, was as follows:

Company	Funding covered	Start date	Maturity	Index	Notional	Fair value of financial instruments
Cofina SGPS, S.A.	Bond loan	28/09/2010	29/09/2014	Euribor 6M	20,000,000	(492,210)
					20,000,000	(492,210)

12. FINANCIAL RESULTS

The financial income and expenses for the nine months periods ended as of 30 September 2013 and 2012 are made up as follows:

	30.09.2013	30.09.2012
<u>Financial expenses</u>		
Interest paid	1,687,741	3,162,074
Interests related with derivatives	374,534	364,175
Commissions	424,731	339,145
Other financial expenses	50,602	303,333
	<u>2,537,608</u>	<u>4,168,727</u>
<u>Financial income</u>		
Interest received	90,797	940,202
Gains and losses in associated companies		
Equity Method	378,169	166,344
	<u>468,966</u>	<u>1,106,546</u>

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13. RELATED PARTIES

The main balances with related parties as of 30 September 2013 and 2012 and the main transactions with related entities during the periods then ended may be detailed as follows:

30.09.2013			
	Sales and other income	Services rendered	Acquisition of goods and services
Transactions			
VASP – Sociedade de Transportes e Distribuições, Lda.	44,502,883	-	474,064
Destak Brasil Editora, S.A.	-	2,652,181	-
	<u>44,502,883</u>	<u>2,652,181</u>	<u>474,064</u>
Balances			
	Accounts receivable	Accounts payable	Sales to invoice
VASP – Sociedade de Transportes e Distribuições, Lda.	53,599	189,113	5,205,000
Destak Brasil Editora, S.A.	1,212,008	-	-
Destak Brasil - Empreendimentos e Participações, S.A.	-	529,100	-
	<u>1,265,606</u>	<u>718,213</u>	<u>5,205,000</u>
30.09.2012			
	Sales and other income	Services rendered	Acquisition of goods and services
Transactions			
VASP – Sociedade de Transportes e Distribuições, Lda.	49,830,250	-	70,222
Destak Brasil Editora, S.A.	-	2,290,932	-
	<u>49,830,250</u>	<u>2,290,932</u>	<u>70,222</u>
Balances			
	Accounts receivable	Accounts payable	Sales to invoice
VASP – Sociedade de Transportes e Distribuições, Lda.	108,753	201,775	5,709,580
Destak Brasil Editora, S.A.	833,860	-	-
Destak Brasil - Empreendimentos e Participações, S.A.	-	671,102	-
	<u>942,613</u>	<u>872,877</u>	<u>5,709,580</u>

Sales and services rendered to associated companies during the nine months periods ended as of 30 September 2013 and 2012 relate mainly to sales of publications (newspapers and magazines) and alternative marketing products to VASP (Note 4), which handles the corresponding distribution to the points of sale. These transactions are carried out under the normal activity of the Group.

The services rendered to associated companies during the nine months periods ended as of 30 September, 2013 and 2012 correspond to the sale of advertising of the subsidiary Adcom Media (Note 4).

Related parties

Apart from companies included in the consolidation (Note 4), the parties considered to be related companies as of 30 September 2013, can be presented as follows:

- Altri, SGPS, S.A.
- Alteria, SGPS, S.A.
- Altri - Energias Renováveis, SGPS, S.A.
- Altri, Participaciones Y Trading, S.L.
- Altri Sales, S.A.
- Storax - Equipements, S.A.
- Caderno Azul, SGPS, S.A.
- Caima Energia – Empresa de Gestão e Exploração de Energia, S.A.

- Caima Indústria de Celulose, S.A.
- Actium Capital, SGPS, S.A.
- Captaraíz Unipessoal, Lda.
- Celbi – Celulose da Beira Industrial, S.A.
- Celbinave – Tráfego e Estiva SGPS, Unipessoal, Lda.
- Celtejo – Empresa de Celulose do Tejo, S.A.
- Celulose do Caima, SGPS, S.A.
- Cofihold, SGPS, S.A.
- Elege Valor, SGPS, S.A.
- F. Ramada – Aços e Indústrias, S.A.
- F. Ramada Investimentos, SGPS, S.A.
- F. Ramada – Produção e Comercialização de Estruturas Metálicas de Armazenagem, S.A.
- F. Ramada II, Imobiliária, S.A.
- F. Ramada, Serviços de Gestão, Lda.
- Inflora – Sociedade de Investimentos Florestais, S.A.
- Invescaima – Investimentos e Participações, SGPS, S.A.
- Jardins de França, S.A.
- Livre Fluxo, SGPS, S.A.
- Malva – Gestão Imobiliária, S.A.
- Pedro Frutícola, Sociedade Frutícola, S.A.
- Prestimo – Prestígio Imobiliário, S.A.
- Promendo, SGPS, S.A.
- Altri Florestal, S.A.
- Sociedade Imobiliária Porto Seguro – Investimentos Imobiliários, S.A.
- Storax Benelux
- Storax Racking Systems, Ltd.
- Torres da Luz – Investimentos imobiliários, S.A.
- Universal Afir – Aços, Máquinas e Ferramentas, S.A.
- Valor Autêntico, SGPS, S.A.
- Viveiros do Furadouro Unipessoal, Lda.

Board of Directors

Cofina SGPS, S.A. Board of Directors, as of 30 September 2013, was composed as follows:

Paulo Jorge dos Santos Fernandes
João Manuel Matos Borges de Oliveira
Pedro Macedo Pinto de Mendonça
Domingos José Vieira de Matos
Ana Rebelo de Carvalho Menéres de Mendonça
Pedro Miguel Matos Borges de Oliveira

14. RESPONSIBILTIES FOR GUARANTEES PROVIDED

As of 30 September 2013, Cofina had provided guarantees as follows:

- a) Pledge over 88,883,450 shares of Cofina Media, SGPS, S.A. as a guarantee for an authorized overdraft, to a maximum of 8,000,000 Euro, granted by Banco BPI, S.A., which outstanding debt, as of September 30, 2013 amounts to 2,487,611 Euro.
- b) Pledge with irrevocable powers of attorney over 88,883,450 shares of Cofina Media, SGPS, S.A. as a guarantee for a Commercial Paper Program structured by Banco BPI, S.A., amounting to 10,600,000 Euro as of 30 September 2013 (Note 9);
- c) Pledge of 14,850 shares of Edisport – Sociedade de Publicações, S.A., in favour of Portuguese tax authorities (“Autoridade Tributária e Aduaneira”), as a guarantee for tax claims.

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As of 30 September 2013 Cofina Media group companies had assumed responsibilities for guarantees granted amounting to 600,000 Euro, mainly relating to advertising contests. These companies had also given promissory notes to guarantee credit facilities amounting to 38,500,000 Euro.

15. EARNINGS PER SHARE

Earnings per share for the nine months period ended as of 30 September 2013 and 2012 were determined as follow:

	<u>30.09.2013</u>	<u>30.09.2012</u>
Net profit considered to compute basic and diluted earnings	1,553,943	2,222,306
Weighted average number of shares used to compute basic earnings per share	102,565,836	102,565,836
Earnings per share:		
Basic	0.02	0.02
Diluted	0.02	0.02

16. SEGMENT INFORMATION

According to the source and nature of the income generated by the Group, the following segments were considered:

- Newspapers
- Magazines

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

The information for the nine months periods ended as of 30 September 2013 and 2012 is detailed as follows:

30.09.2013	<u>New papers</u>	<u>Magazines</u>	<u>Eliminations and consolidations adjustments</u>	<u>Total</u>
Net operating income	62,537,412	16,054,910	-	78,592,322
Operating Cash-flow - EBITDA (a)	10,601,043	(855,984)	-	9,745,059
Operating profit	7,935,824	(887,025)	-	7,048,799

30.09.2012	<u>New papers</u>	<u>Magazines</u>	<u>Eliminations and consolidations adjustments</u>	<u>Total</u>
Net operating income	66,736,544	18,864,685	-	85,601,229
Operating Cash-flow - EBITDA (a)	12,149,245	(809,863)	-	11,339,382
Operating profit	9,804,569	(861,658)	-	8,942,911

(a) - Operating profit + amortisation and depreciation

17. NET PROFIT / (LOSS) APPROPRIATION

Relating to the year 2012, the Board of Directors proposed, in its annual report, that the net individual loss of Cofina, S.G.P.S., S.A., in the amount of 23,920,619.90 Euro to be transferred to caption "Retained earnings", having that proposal been approved in the General Shareholders' Meeting held on 18 April 2013.

Furthermore, the Board of Directors, also proposed the distribution of dividends amounting to 1,025,658.36 Euro, which corresponds to a dividend of 0.01 Euro per share. This dividend was also approved in the General Shareholders Meeting held on 18 April 2013.

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

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18. FINANCIAL STATEMENTS APPROVAL

The interim financial statements as of September 30, 2013 were approved by the Board of Directors and authorized for issuance on 24 October, 2013.

19. 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) and in accordance with the International Accounting Standard 34 – Interim Financial Reporting, 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.

THE CHARTERED ACCOUNTANT

THE BOARD OF DIRECTORS