



QUARTERLY ACCOUNTS

1ST QUARTER 2016

## QUARTERLY ACCOUNTS

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## PART 1

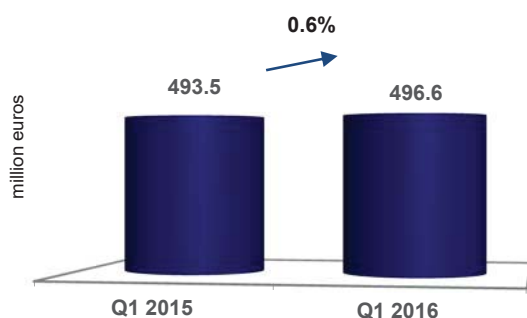
### MANAGEMENT REPORT

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## 1. HIGHLIGHTS

The Semapa Group showed a significant improvement in its key financial and economic indicators, despite the especially unfavourable environment in some markets where it operates:

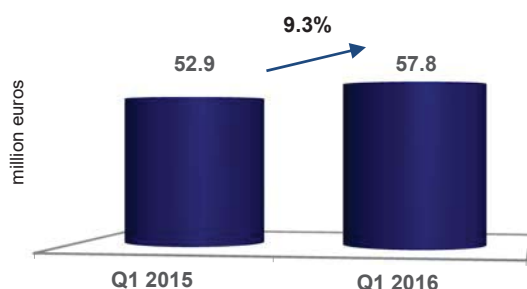
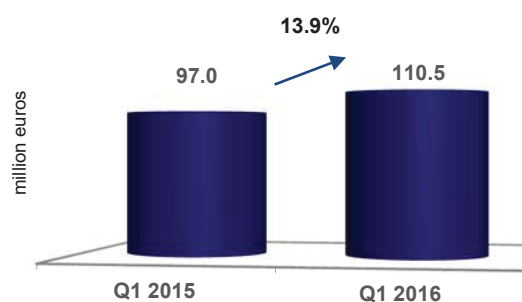


### TURNOVER

In the first quarter of 2016 the Semapa Group recorded a consolidated turnover of 496.6 million euros, an increase of 0.6% from the same period in the previous year. Exports and foreign sales amounted to 390.8 million euros: 78.7% of turnover.

### EBITDA

Total EBITDA for the first quarter of 2016 grew by 13.9% in relation to the same period in the previous year, standing at 110.5 million euros. The consolidated margin stood at 22.3%, 2.6 p.p. up from that recorded in the first quarter of 2015.



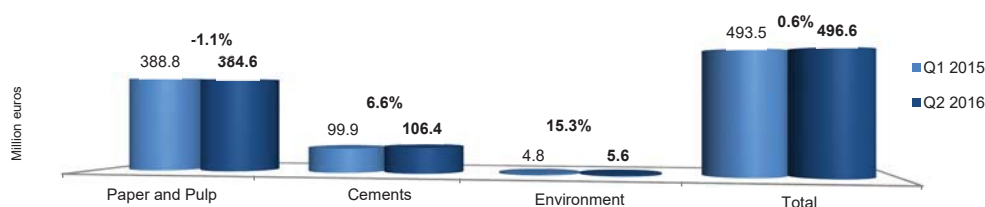
### EBIT

Consolidated EBIT grew by 9.3% compared to the first quarter of 2015, and stood at 57.8 million euros.

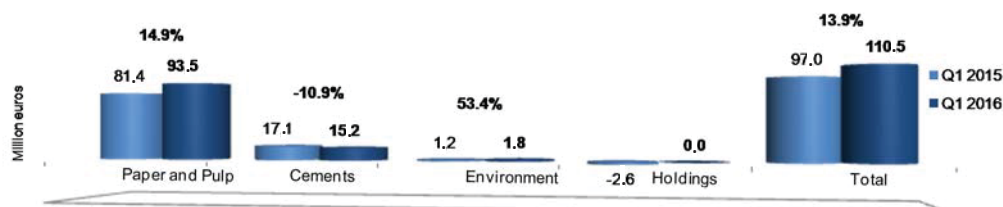
### LEADING BUSINESS INDICATORS

IFRS - accrued amounts (million euros)	Q1 2016	Q1 2015	Var.
<b>Turnover</b>	<b>496.6</b>	<b>493.5</b>	<b>0.6%</b>
<b>Total EBITDA</b>	<b>110.5</b>	<b>97.0</b>	<b>13.9%</b>
EBITDA margin (%)	22.3%	19.7%	2.6 p.p.
Depreciation and impairment losses	(51.6)	(49.1)	-5.2%
Provisions (increases and reversals)	(1.0)	5.0	<-100%
<b>EBIT</b>	<b>57.8</b>	<b>52.9</b>	<b>9.3%</b>
EBIT margin (%)	11.6%	10.7%	0.9 p.p.
Net financial profit	(19.2)	(26.5)	27.5%
<b>Profit before tax</b>	<b>38.6</b>	<b>26.4</b>	<b>46.4%</b>
Income tax	(8.2)	1.6	<-100%
Retained profits for the period	30.4	28.0	8.9%
<b>Attributable to Semapa shareholders</b>	<b>17.6</b>	<b>20.2</b>	<b>-13.1%</b>
Attributable to non-controlling interests (NCI)	12.9	7.8	65.8%
Cash-flow	83.1	72.1	15.3%
	<b>31-03-2016</b>	<b>31-12-2015</b>	<b>Mar16 vs. Dec15</b>
Equity (before NCI)	733.0	716.3	2.3%
<b>Net debt</b>	<b>1,808.9</b>	<b>1,803.0</b>	<b>0.3%</b>

### CONSOLIDATED TURNOVER



### CONSOLIDATED EBITDA



#### Notes:

- Total EBITDA = operating profit + depreciation and impairment losses + provisions (increase and reversal)
- Cash flow = retained earnings + depreciation and impairment losses + provisions (increase and reversal)
- Net debt = non-current interest bearing debt (net of loan issue charges) + current interest-bearing debt (including debts to shareholders) – cash and cash equivalents
- In comparison with the same period of the previous year, the period was impacted by the full consolidation of the Supremo Group on 1 July 2015, the change in The Navigator Company stake from 81.19% to 69.4% in July 2015; the latter only impacts the retained profits attributable to Semapa shareholders

## 2. MAIN AND SUBSEQUENT EVENTS

- In early March, Moody's reviewed upwards the long term rating of the Navigator Group, from "Ba3" to "Ba2", awarding it a "stable" outlook.
- Between 1 January 2016 and 31 March 2016, Semapa – Sociedade de Investimento e Gestão, SGPS, S.A. purchased 379,422 own shares, corresponding to 0.471% of its share capital.

### SUBSEQUENT EVENTS

- From 31 March 2016 until now, Semapa – Sociedade de Investimento e Gestão, SGPS, S.A. purchased 31,504 own shares, and now owns 0.510% of its share capital.
- At the Annual General Meeting of Semapa Shareholders held on 20 April 2016 the following was adopted:
  - The decrease of the share capital from 81,645,523.00 euros to 81,270,000.00 euros, in the amount of 375,523.00 euros, by the cancellation of 375,523 own shares, according to Article 463 of the Companies Code, with the resulting amendment to the Articles of Association, namely to no. 1 of Article 4, regarding the composition of the share capital (item 8 of the Meeting Agenda);
  - The increase of the share capital from 81,270,000.00 euros to 117,028,800.00 euros, in the amount of 35,758,800.00 euros, by incorporation of reserves, with the proportional increase of the nominal value of all Company shares of 0.44 euros per share to 1.44 euros per share, with the resulting amendment to no. 1 of Article 4 of the Articles of Association, regarding the composition of the share capital (item 9 on the Meeting Agenda); and
  - The decrease of the share capital from 117,028,800.00 euros to 81,270,000.00 euros, in the amount of 35,758,800.00 euros, aimed at releasing the excess capital, transferring to free reserves the released amount of share capital and by proportionally reducing the nominal value of all Company shares from 0.44 euros per share, to the nominal value of 1.00 euro per share, with the resulting amendment to the Articles of Association, namely no. 1 of Article 4, regarding the composition of the share capital, and no. 4 of Article 9, regarding the number of shares that shall correspond to one vote (item 10 on the Meeting Agenda).
  - The payment of dividends arising from 2015 income of 26.7 million euros (32.9 cents per share in circulation).

### 3. OPERATIONAL PERFORMANCE

IFRS - accrued amounts (million euros)	Paper and Pulp		Cement		Environment		Holdings		Consolidated
	Q1 2016	Q1 16/15	Q1 2016	Q1 16/15	Q1 2016	Q1 16/15	Q1 2016	Q1 16/15	Q1 2016
<b>Sales</b>	<b>384.6</b>	<b>-1.1%</b>	<b>106.4</b>	<b>6.6%</b>	<b>5.6</b>	<b>15.3%</b>	<b>-</b>	<b>-</b>	<b>496.6</b>
<b>Total EBITDA</b>	<b>93.5</b>	<b>14.9%</b>	<b>15.2</b>	<b>-10.9%</b>	<b>1.8</b>	<b>53.4%</b>	<b>(0.0)</b>	<b>99.8%</b>	<b>110.5</b>
EBITDA margin (% Sales)	24.3%	3.4 p.p.	14.3%	-2.8 p.p.	32.0%	8.0 p.p.			22.3%
Depreciation and impairment losses	(39.8)	-7.8%	(11.1)	3.3%	(0.7)	-3.1%	(0.0)	14.6%	(51.6)
Provisions (increases and reversals)	(1.1)	118.9%	0.1	107.7%	-	-	-	-	(1.0)
<b>EBIT</b>	<b>52.6</b>	<b>4.4%</b>	<b>4.2</b>	<b>-10.3%</b>	<b>1.0</b>	<b>133.5%</b>	<b>(0.1)</b>	<b>98.1%</b>	<b>57.8</b>
EBIT margin (% Sales)	13.7%	0.7 p.p.	4.0%	-0.8 p.p.	18.8%	9.5 p.p.			11.6%
Net financial profit	(2.7)	68.7%	(11.1)	-533.0%	(0.2)	17.7%	(5.2)	67.2%	(19.2)
<b>Pre-tax profits</b>	<b>49.9</b>	<b>19.6%</b>	<b>(6.9)</b>	<b>331.3%</b>	<b>0.9</b>	<b>266.6%</b>	<b>(5.3)</b>	<b>71.6%</b>	<b>38.6</b>
Tax on profits	(8.0)	-200.4%	0.3	128.6%	(0.2)	-125.9%	(0.3)	105.1%	(8.2)
Retained profits for the period	41.9	7.3%	(6.6)	-461.8%	0.7	342.9%	(5.5)	57.5%	30.4
<b>Attributable to Semapa equity holders</b>	<b>29.1</b>	<b>-8.1%</b>	<b>(6.7)</b>	<b>-585.4%</b>	<b>0.7</b>	<b>342.9%</b>	<b>(5.5)</b>	<b>57.5%</b>	<b>17.6</b>
Attributable to minority interests	12.7	73.5%	0.1	-65.3%	0.0	348.3%	-	-	12.9
Cash-flow	82.8	18.2%	4.4	-68.7%	1.4	63.6%	(5.5)	57.6%	83.1
<b>Net debt</b>	<b>636.4</b>	<b>-2.8%</b>	<b>454.6</b>	<b>-0.6%</b>	<b>19.5</b>	<b>7.2%</b>	<b>698.4</b>	<b>3.8%</b>	<b>1,808.9</b>
<b>Nr Employees</b>	<b>2,892</b>		<b>2,639</b>		<b>267</b>		<b>25</b>		<b>5,823</b>

#### Notes:

- For the purpose of calculating the change in net debt, the values at 31.12.2015 are used
- Figures for business segment indicators may differ from those presented individually by each Group, as a result of consolidation adjustments



### 3.1 PAPER AND PULP BUSINESS AREA – THE NAVIGATOR GROUP

IFRS - accrued amounts (million euros)	Q1 2016	Q1 2015	Var.
<b>Turnover</b>	<b>384.6</b>	<b>388.8</b>	<b>-1.1%</b>
<b>EBITDA</b>	<b>93.5</b>	<b>81.4</b>	<b>14.9%</b>
EBITDA margin (%)	24.3%	20.9%	3.4 p.p.
Depreciation and impairment losses	(39.8)	(36.9)	-7.8%
Provisions (increases and reversals)	(1.1)	5.9	-118.9%
<b>EBIT</b>	<b>52.6</b>	<b>50.4</b>	<b>4.4%</b>
EBT margin (%)	13.7%	13.0%	0.7 p.p.
Net financial profit	(2.7)	(8.7)	68.7%
<b>Profit before tax</b>	<b>49.9</b>	<b>41.7</b>	<b>19.6%</b>
Tax on profits	(8.0)	(2.7)	-200.4%
Retained profits for the period	41.9	39.0	7.3%
<b>Attributable to Portucel shareholders</b>	<b>42.0</b>	<b>39.0</b>	<b>7.5%</b>
Attributable to non-controlling interests (NCI)	(0.1)	0.0	<-1000%
<b>Cash-Flow</b>	<b>82.8</b>	<b>70.0</b>	<b>18.2%</b>
	<b>31-03-2016</b>	<b>31-12-2015</b>	<b>Mar16 vs. Dec15</b>
Equity (before NCI)	1,085.1	1,041.7	4.2%
<b>Net debt</b>	<b>636.4</b>	<b>654.5</b>	<b>-2.8%</b>

**Note:** Figures for business segment indicators may differ from those presented individually by each Group, as a result of consolidation adjustments.

### OPERATING INDICATORS

(000 tons)	Q1 2016	Q1 2015	Var.
<b>Pulp and paper</b>			
BEKP Output	370	343	8.1%
BEKP Sales	65	57	12.7%
UWF Output	398	374	6.2%
UWF Sales	378	361	4.6%
FOEX – BHKP Euros/ton	695	660	5.2%
FOEX – A4- BCopy Euros/ton	836	814	2.8%
<b>Tissue</b>			
Output of reels	11	7	56%
Output of finished products	10	9	16%
Sale of reels other goods	2	0	na
Sale of finished products	10	9	9%

In the first quarter of 2016, the turnover of The Navigator Company was 384.6 million euros, down by approximately 1.1% in relation to the same period in 2015. In spite of the positive performance of the paper, pulp and tissue business, the Group's turnover was negatively impacted by the drop in sales value of energy, as a result of the review of sales tariffs to the grid of the co-generation plant in Figueira da Foz.

In the **paper** business, the European market of uncoated woodfree printing and writing paper (UWF) underwent, in the first quarter of 2016, a significant drop in existing capacity (approximately 7%), which fostered positive progress of capacity utilization rates. In parallel, exports and imports from and to the European market decreased and increased, respectively, and apparent consumption is estimated to have dropped about 3%. In this context, Group sales was at 378 thousand tons, the highest level ever recorded in a first quarter, thus growing by 4.6% in comparison with volume in the first quarter of 2015. The main benchmark index for UWF prices (PIX A4-Copy B) was up by 2.8%, with the Group's price in the European market progressing accordingly. Consequently, paper sales value was 297 million euros, up by 4.9% year-on-year.

In the bleached eucalyptus **pulp** business (BEKP), the sales volume of The Navigator Company grew in the first quarter of 2016 (+13%), and so did average sales price (+2%) when compared to the first quarter of 2015. The rise in sales volume is mostly due to greater availability of pulp arising from the increase in the production capacity of the Cacia plant in 2015. Pulp price levels were above that in the first quarter of 2015, in spite of the downward trend at the end of 2015. Since the start of 2016, the reference index PIX BHKP fell approximately 10% in USD and around 13% in Euros, with an even more significant price correction in the Asian market. Therefore, pulp sales value in the quarter grew by 15%, amounting to 35 million euros.

In **energy** the maintenance operations and large repairs of the turbogenerators of the Cacia and Setúbal plants were concluded in the first quarter of 2016. A programmed maintenance of the natural gas co-generation of the industrial complex in Setúbal was also completed. The natural gas co-generation of the Figueira da Foz complex started operating for self-consumption in February, thus reducing the volume of energy sales to the grid and, simultaneously, reducing the purchase of electric power.

The reduction in the price of Brent in the last months influenced the sales price of electric power produced by gas co-generation in Setúbal and reduced the purchase price of natural gas for different uses. The gross power output in the first quarter of 2016 dropped 14.4% compared to the same period in 2015. Energy sales volume (MWh) was down by 25%, partly due to changes in self-consumption of gas co-generated power in Figueira da Foz. The two power stations fuelled by biomass, dedicated solely to the sale of electric power to the grid, increased its gross power output by 3.3%.

The **tissue** business developed as expected; sales volume of goods and merchandise from the Vila Velha de Rodão plant grew approximately 22% in the first quarter of 2016 (in tons sold), driven by the rise in output capacity and product

finishing in 2015. The increase in amounts sold, together with the slight decrease in average sales price, resulted in tissue sales of 15.9 million euros.

The Navigator Group's **EBITDA** evolved favourably to 93.5 million euros in the 1st quarter 2016, which represents an increase of 14.9% compared to the same period of the previous year and translates an improvement in the margin of 3.4 pp to 24.3%. The negative effect of about 2.7 million euros on EBITDA of the implementation of the anti-dumping tax in the United States in this quarter must be highlighted.

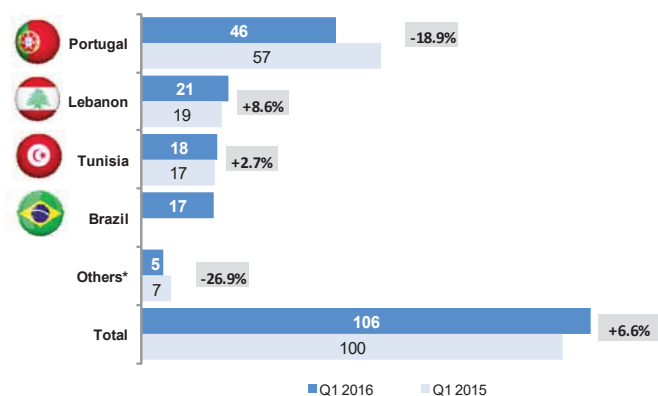
This trend reflects the drop in the specific consumption of wood that made it possible to reduce production costs. The change in the supply mix of wood, with a larger share coming in from the domestic market and own woodland, helped to improve the overall cost of this raw material. The logistic costs of paper and pulp also developed positively, as a result of the drop in the price of oil and improved and more efficient procedures for the Group's export logistics.

## 3.2. CEMENT AND DERIVATIVES BUSINESS AREA – SECIL GROUP

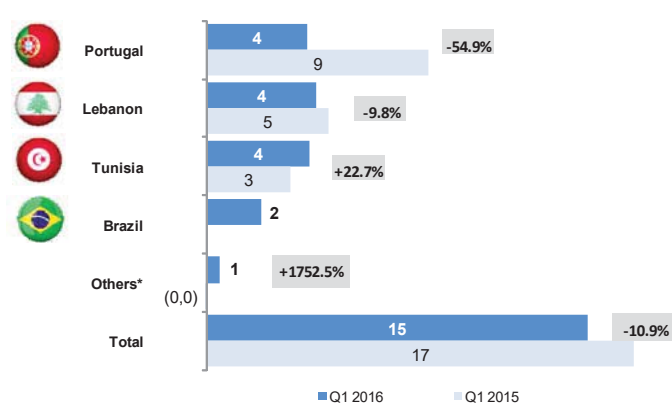
IFRS - accrued amounts (million euros)	Q1 2016	Q1 2015	Var.
<b>Sales</b>	<b>106.4</b>	<b>99.9</b>	<b>6.6%</b>
<b>EBITDA</b>	<b>15.2</b>	<b>17.1</b>	<b>-10.9%</b>
EBITDA Margin (%)	14.3%	17.1%	-2.8 p.p.
Depreciation and impairment losses	(11.1)	(11.4)	3.3%
Provisions (increases and reversals)	0.1	(0.9)	107.7%
<b>EBIT</b>	<b>4.2</b>	<b>4.7</b>	<b>-10.3%</b>
EBIT Margin (%)	4.0%	4.7%	-0.8 p.p.
Net financial profit	(11.1)	(1.8)	-533.0%
<b>Pre-tax profit</b>	<b>(6.9)</b>	<b>3.0</b>	<b>-331.3%</b>
Tax on profits	0.3	(1.2)	128.6%
Retained profits for the period	(6.6)	1.8	-461.8%
<b>Attributable to Secil equity holders</b>	<b>(6.7)</b>	<b>1.4</b>	<b>-585.4%</b>
Attributable to non-controlling interests (NCI)	0.1	0.4	-65.3%
<b>Cash-flow</b>	<b>4.4</b>	<b>14.2</b>	<b>-68.7%</b>
	<b>31-03-2016</b>	<b>31-12-2015</b>	<b>Mar16 vs. Dec15</b>
Equity (before NCI)	420.4	426.1	-1.3%
<b>Net debt</b>	<b>454.6</b>	<b>457.4</b>	<b>-0.6%</b>

(million euros)

### TURNOVER



### EBITDA



\* includes Angola and Cape Verde

#### Notes:

- Figures for business segment indicators may differ from those presented individually by each Group, as a result of consolidation adjustments.
- The integration of the Supremo Group in the Semapa consolidated financial statements for 2015, taking into account that the acquisition of the remaining 50% of the Group that forced the full consolidation occurred at the end of the month of June, had the following impact: 50% of the results of the first half were integrated using the equity method, the balance sheet position was fully consolidated (100%) with reference to 30 June 2015 and the results in the second half (July to December) were also fully consolidated (100%).

## OPERATING INDICATORS

	Unit	Q1 2016	Q1 2015	Var.
Annual cement production capacity	1 000 t	9,750	7,650	27%
Sales				
Grey cement	1 000 t	1,156	971	19%
White cement	1 000 t	15	21	-30%
Clinker	1 000 t	23	121	-81%
Ready-mixed	1 000 m3	1,389	939	48%
Aggregates	1 000 t	2,179	1,792	22%
Precast concrete	1 000 t	29	24	20%
Mortars	1 000 t	100	90	11%
Hydraulic lime	1 000 t	26	24	9%
Mortar fixative	1 000 t	15	12	31%

In the first quarter of 2016, the turnover in the Cement business area was 106.4 million euros, 6.6% higher than the figure for the same period of the previous year. This increase was mainly due to the growth in the turnover of operations in Lebanon and Tunisia, and the integration of the Supremo Group as from July 2015. Ever since, operations in Brazil are fully consolidated in the Cement Segment (Secil now owns 100% of the Supremo Group), with a rather positive impact on turnover, which in the first quarter of 2016 amounted to 17.1 million euros.

EBITDA in the Cement area stood at 15.2 million euros, which translated into a decrease of 1.9 million euros in relation to same period 2015. The EBITDA dropped essentially as a result of operations in Portugal, where this indicator decreased 4.8 million euros. In the first quarter of 2016, the EBITDA margin stood at 14.3%, 2.8 p.p. down on the same period in the previous year.

In **Portugal**, the Construction Production Index (INE – the Indices of Production, Employment and Remuneration in Construction – February 2016) was down by 4.7% in February 2016, on a year-on-year basis. Although early 2016 figures outline a drop in the construction activity, according to figures available from FEPICOP – the Portuguese Construction and Public Works Industry for the construction sector, 2016 is expected to evolve favourably, albeit more moderately than in 2015 (+3%), in terms of construction activity. Construction is expected to grow approximately 2.5%, and the residential segment should undergo more positive development (+4%).

According to the latest figures available, cement consumption in Portugal was down by 6.8% on the same period in the previous year. It is thus estimated that the market reached approximately 606 thousand tons.

In this environment, turnover for overall operations in Portugal during the first quarter of 2016 was down by 18.9% compared to the previous year.

In the Cement business in Portugal, including sales in Portugal and exports, amounts sold in the domestic market decreased 1.2% in relation to figures in 2015. As the quantities sold for export dropped around 52.2% year-on-year, this business area overall had a fall in turnover of 22.4%. This development was driven by the rise in competition and the slower growth in construction activity in countries dependent on revenues from fossil fuels, namely Algeria.

In the other business segments with operations based in Portugal (ready-mixed concrete, aggregates, mortars, pre-cast and others), turnover in the first quarter of 2016 stood at approximately 16.4 million euros, down by 11.7% in relation to the same period of the previous year. Mention should be made of the ready-mix concrete business unit, which dropped 20.5% in comparison with the same period of 2015, with turnover amounting to 10.4 million euros, in addition to the aggregates sector, with a turnover that registered 3.0 million euros, 17.9% above that in the same period of the previous year. The year featured the supply of concrete to the Marão Tunnel project, so excluding this project concrete sales volume decreased around 6%. Sales in the first quarter of 2016 were lower than that in the same period of 2015, due to the weather conditions in the north and centre of the country, and volumes are expected to improve slightly in the next quarters.

In the first quarter of 2016, EBITDA for total operations in Portugal was down by 54.9% year-on-year, at 4.0 million euros vs. 8.9 million euros in the first quarter of 2015.

The cement business unit in Portugal recorded EBITDA of 3.7 million euros in the first quarter of 2016, down by 50.6% on the figure recorded in the first quarter of 2015. Thermal energy costs dropped, impacted positively by the overall reduction in fuel costs and the implementation in Q1 of part of the maintenance works. Consequently, these expenses will be less in the following quarters.

The EBITDA of the mortars, ready-mix concrete and aggregates business units was approximately 0.4 million euros, against 1.4 million euros in Q1 2015.

**Lebanon** is still feeling the impact of the global slowdown and regional instability, especially with the situation in Syria. Despite this situation, there are expectations of modest economic growth.

In regard to cement consumption in Q1 2016, there has been a significant rise. The market grew 20.9%, unlike what happened in 2015, as weather conditions in the first quarter of 2016 were more favourable than the same period in the previous year, but it was also influenced by the completion of some projects that continued from 2015. Consumption is expected to drop in Q2 2016.

The performance of the cement business was influenced by the market conditions and therefore higher than in the first quarter of 2015. The quantities of cement sold by this business unit totalled 242 thousand tons, rising 9.1% due to the

reasons already mentioned. The competitive nature of the market is increasingly challenging and reflected in the fall of average prices in the local currency. Turnover grew around 9.7%, driven by the rise in amounts sold.

In the first quarter of 2016, total EBITDA from operations in Lebanon stood at 4.4 million euros, down by 9.8% in relation to the previous year. In this period, costs increased namely due to the shutdown of line 2 for the installation of bag filters which resulted in a decrease in clinker output, originating losses in output for stock which affected output variation

The cement unit recorded EBITDA of 4.3 million euros, down by 10.0% over the figure in the same period in 2015.

After completing the political transition in early 2015 and having weathered the international economic crisis, **Tunisia** could meet the political conditions for tracing a path of recovery, prosperity, stability and completion of the economic transformation needed to ensure sustained growth. However, the year was marked by trade union claims, terrorist attacks, and ongoing political instability. Unstable political status and a climate of insecurity hinder economic recovery.

According to the latest figures published by the IMF, the Tunisian economy is expected to grow by 2% in 2016, above the 0.8% figure recorded in 2015 (World Economic Outlook, IMF, April 2016).

In spite of the climate of uncertainty, cement consumption grew about 3.9% in the first quarter of 2016, compared with the same period in 2015. Market competition in Tunisia is getting stronger, there are a large number of competitors and pressure on sales prices is high, causing them to drop. Such competition is also visible in exports.

Turnover for combined operations in Tunisia in the first quarter of 2016 stood at approximately 17.7 million euros, up by 2.7% on a year-on-year basis.

The cement and clinker business unit recorded turnover of approximately 15.7 million euros, up by 1.6% on the figure for the 1st quarter of 2015.

The increase (by about 1.9%) was seen in the amounts sold in the domestic market as a result of the growing market. In spite of strong competition, prices grew approximately 3% in the domestic market against the same period in 2015, partly due to the product mix.

As far as exports are concerned, and in spite of the rise in supply and enhanced competition, and of some limitations to imports in Algeria and Libya, amounts sold also increased 15.1% compared to the first quarter of 2015. This rise was brought about by lower prices than in the previous year, due to competitive pressure.

In Tunisia, EBITDA from business operations in the first quarter of 2016 stood at 4.1 million euros, representing an improvement of 22.7% year-on-year. This variation was due to the increase in turnover, combined with improved performance in production.

Clinker production in the first quarter of 2016 was higher than that of the Q1 2015. The energy gains helped to improve thermal energy consumption indicators in comparison with 2015, due to the decrease in thermal energy costs, as a result of the global drop in oil costs.

Forecasts for 2016 for **Angola** are negative. Although the IMF is forecasting growth of 2.5% for Angola in 2016 (World Economic Outlook, IMF, April 2016), the negative impact from the recent variations in the price of oil could not help but affect the economy in this quarter. Given the heavy dependence of the economy on the revenues from the oil sector, this situation is limiting its economic performance and making its presence felt in the major economic and financial variables.

The difficulties in processing payments abroad, as a result of the foreign-exchange restrictions imposed by the National Bank of Angola, paint a rather negative image for the construction and public works sector. The year got off with increasing diesel and fuel oil prices, together with a new and steep 15% depreciation of the kwanza.

The cement market in Angola was not immune to these difficulties and domestic consumption in the first quarter of 2016 decreased around 31% year-on-year.

Cement amounts sold decreased in comparison to sales in the Q1 2015, amounting to 32 thousand tons of cement, 11 thousand less than in the same period of 2015. The decrease was due to market contraction, considering the current conditions of the Angolan economy. Turnover amounted to 3.8 million euros in total, down by 32.1% compared to the first quarter of 2015. The decrease was negatively affected by the depreciation of the kwanza against the euro by 1.7 million euros. The exchange rate effect aside, the turnover would have been the same as in the same period of 2015, as the sales price increased significantly, thus offsetting the drop in amounts.

The Group has made an exceptional effort to reduce total costs. The fixed costs also dropped, specially thanks to staff costs that decreased as a result of workforce cuts. On the other hand, variable costs increased due to the rise in clinker import costs (as a result of the devaluation of the kwanza).

Activities developed in Angola improved in terms of the EBITDA, which reached 234 thousand euros in the first quarter of 2015, compared to a negative figure of 161 thousand euros in the same period of the previous year.

The economy of **Cape Verde** is expected to grow by 2.9% in 2016, a value higher than the 1.8% recorded in 2015 (World Economic Outlook, IMF, April 2016). According to available data, cement consumption in the first quarter of 2016 is believed to have grown between 10% and 15% in relation to the same period of the previous year. The public works developed in Q1 2016 are nearing completion and, considering the Cape Verde government's financial constraints, no new relevant projects are foreseen.

Turnover for combined operations in the country in the first quarter of 2016 stood at approximately 1.4 million euros, down by 7.3% on a year-on-year basis. EBITDA amounted to 0.3 million euros, representing an increase of 105.8%



In the first quarter of 2016, the effect of the consolidation of all activities in **Brazil** developed by the Supremo Group<sup>1</sup> on turnover was 17.1 million euros. EBITDA stood at 2.2 million euros in the same period.

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<sup>1</sup> The integration of the Supremo Group in the Semapa consolidated financial statements, taking into account that the acquisition of the remaining 50% of the Group that forced the full consolidation occurred at the end of the month of June 2015, had the following impact: 50% of the results of the first half of 2015 were integrated using the equity method, the balance sheet position was fully consolidated (100%) with reference to 30 June 2015 and the results in the second half (July to December) were also fully consolidated (100%). For a more suitable comparative analysis, the main economic and financial indicators of the Supremo Group are provided separately.

## BRAZIL

The integration of the Supremo Group in the Semapa consolidated financial statements, taking into account that the acquisition of the remaining 50% of the Group that forced the full consolidation occurred at the end of the month of June 2015, had the following impact:

- 50% of the results of the Q1 2015 were integrated using the equity method,
- the balance sheet position was fully consolidated (100%) with reference to 30 June 2015 and the results in the second half (July to December) were also fully consolidated (100%).

For a more suitable comparative analysis, the main economic and financial indicators of the Supremo Group are provided separately.

IFRS - accrued amounts (million euros)	Q1 2016	Q1 2015	Var.
<b>Sales</b>	<b>17.1</b>	<b>12.7</b>	<b>34.1%</b>
<b>EBITDA</b>	<b>2.2</b>	<b>0.4</b>	<b>&gt;100%</b>
EBITDA Margin (%)	12.9%	3.2%	9.7 p.p.
Depreciation and impairment losses	(2.4)	(0.6)	<-100%
Provisions (increases and reversals)	(0.0)	(0.0)	94.7%
<b>EBIT</b>	<b>(0.2)</b>	<b>(0.2)</b>	<b>17.4%</b>
EBIT Margin (%)	-1.1%	-1.9%	0.7 p.p.
Net financial profit	(1.9)	(1.7)	-16.0%
<b>Profit before tax</b>	<b>(2.1)</b>	<b>(1.9)</b>	<b>-11.8%</b>
Tax on profits	0.4	(0.0)	>100%
Retained profits for the period	(1.7)	(1.9)	10.5%
<b>Attributable to Supremo equity holders</b>	<b>(1.7)</b>	<b>(1.9)</b>	<b>10.5%</b>
Attributable to minority interests (MI)	-	-	
<b>Cash-flow</b>	<b>0.7</b>	<b>-1.3</b>	<b>151.1%</b>
	<b>31-03-2016</b>	<b>31-12-2015</b>	<b>Mar16 vs. Dec15</b>
Equity (before MI)	156.6	151.1	3.6%
<b>Net debt</b>	<b>127.2</b>	<b>121.0</b>	<b>5.1%</b>

Recent IMF projections point to a contraction of the Brazilian economy of 3.8% (World Economic Outlook-Update, IMF, April 2016) in 2016.

The economy of Brazil continued to be significantly affected by the political instability, tax adjustments and a number of proceedings/inquiries which received plenty of media coverage (like the "lava-jato" case, involving Petrobras, and the President's impeachment). The combination of these events produced a great deal of uncertainty about which way the economy would go, making expectations difficult to manage. In this scenario, there was a strong deterioration of

the major macroeconomic indicators, specifically: a decline in the GDP, the impact on inflation and subsequent increase in the interest rates in order to control the inflationary pressure.

In this context, the construction industry was naturally affected: less works and projects, with an impact on cement consumption. Recent information (SNIC – March 2016) about the cement market in Brazil suggests a drop in the market in the first quarter of 2016 of around 14.7% year-on-year.

In the first quarter of 2016, total operations by the Supremo Group generated turnover of 17.0 million euros, representing an increase of around 34.1% in relation to the same period in the previous year. Note that the Adrianópolis plant began production only in April 2015 and, consequently, the average daily sales volume increased. In the first quarter of 2016, 264 thousand tons of cement and 192 thousand tons of clinker were produced, compared to 81 thousand tons and 32 thousand tons, respectively, in the same period of the previous year.

At the end of the first quarter of 2016, EBITDA stood at 2.2 million euros, compared to 0.4 million euros on the previous year.

When the new plant began operating, amortisations rose from 629 thousand euros in the first quarter of 2015 to 2.9 million euros at the end of the first quarter of 2016.

Net financial charges of the Supremo Group stood at a negative figure of 1.9 million euros at the end of the first quarter of 2016 vs. the negative value of 1.7 million euros on the same period in the previous year.

Consequently, net income for the first three months of 2016 totalled the negative figure of 1.7 million euros, representing an improvement of around 204 thousand euros compared to the same period in the previous year.

At the end of the first quarter of 2016, net debt of the Supremo Group amounted to 127.2 million euros, which translated an increase of 6.2 million euros compared to the figure on 31 December 2015, mostly due to the currency exchange.

### 3.3 ENVIRONMENT BUSINESS AREA – ETSA GROUP

IFRS - accrued amounts (million euros)	Q1 2016	Q1 2015	Var.
<b>Turnover</b>	<b>5.6</b>	<b>4.8</b>	<b>15.3%</b>
<b>EBITDA</b>	<b>1.8</b>	<b>1.2</b>	<b>53.4%</b>
EBITDA margin (%)	32.0%	24.1%	8.0 p.p.
Depreciation and impairment losses	(0.7)	(0.7)	-3.1%
Provisions (increases and reversals)	-	-	-
<b>EBIT</b>	<b>1.0</b>	<b>0.4</b>	<b>133.5%</b>
EBIT margin (%)	18.8%	9.3%	9.5 p.p.
Net financial profit	(0.2)	(0.2)	17.7%
<b>Profit before tax</b>	<b>0.9</b>	<b>0.2</b>	<b>266.6%</b>
Tax on profits	(0.2)	(0.1)	-125.9%
Retained profits for the period	0.7	0.2	342.9%
<b>Attributable to ETSA shareholders</b>	<b>0.7</b>	<b>0.2</b>	<b>342.9%</b>
Attributable to non-controlling interests (NCI)	-	-	-
<b>Cash-Flow</b>	<b>1.4</b>	<b>0.9</b>	<b>63.6%</b>
	<b>31-03-2016</b>	<b>31-12-2015</b>	<b>Mar16 vs. Dec15</b>
Equity (before NCI)	63.2	62.5	1.1%
<b>Net debt</b>	<b>19.5</b>	<b>18.1</b>	<b>7.2%</b>

**Note:** Figures for business segment indicators may differ from those presented individually by each Group, as a result of consolidation adjustments.

In the first quarter of 2016, the ETSA Group recorded turnover of approximately 5.6 million euros, up by around 15.3% vs. the first quarter of 2015.

This was caused essentially by a rise in turnover associated to the sale of the main end products, caused not only by higher sales volumes, but also due to lower sales prices.

This positive development was essentially caused by (i) an increase in amounts sold by several of the Group's companies, mostly explained through the behaviour of the subsidiary SEBOL, whose fat sales rose about 72.9%, although at a lower average sales price, around 4.8% below the price in the same period in 2015, (ii) an increase of approximately 11.5% of the amounts sold of fish sub-products by the subsidiary ABAPOR, (iii) 179.4% more used cooking oil sold at a price 3.8% higher than that charged in the same period of the previous year, and (iv) a growth of approximately 6.4% in consolidated services provided, particularly by the subsidiary ABAPOR (which grew around 24.5% from the same period in the previous year).

The downward trend of the sales price of low acidity fats is in line with the significant decrease in products in the main destination markets, due to the depressed business environment in the main commodities markets worldwide (oilseed and oil).

EBITDA for the ETSA Group totalled approximately 1.8 million euros in the first quarter of 2016, representing an increase of about 53.4% in comparison with the same period of the previous year. This is explained fundamentally by (i) the rise in turnover described above, (ii) the increase in class 3 by-products which, combined with better income levels, contributed to the rise in amounts produced, thus optimising installed capacity, and (iii) the reduction in the cost of thermal fuels and mineral fuels used in the industrial conversion process and collection of by-products, as a result of the drop in oil prices during the period in analysis.

Due to the high investments made by the Group in the last years, alternative chosen that has prevented it from paying dividends, EBITDA margin achieved 32.0% in the first quarter of 2016.

## 4. CONSOLIDATED FINANCIAL PERFORMANCE

### CONSOLIDATED NET DEBT

(million euros)	31-03-2016	31-12-2015	Var.
Pulp and Paper	636.4	654.5	-18.0
Cement	454.6	457.4	-2.8
Environment	19.5	18.1	1.3
Holdings	698.4	673.0	25.4
<b>Total</b>	<b>1,808.9</b>	<b>1,803.0</b>	<b>5.9</b>

At 31 March 2015, consolidated net debt stood at 1,808.9 million euros, representing a reduction of 6 million euros from the figure recorded at year-end 2015. Turnover by business area was as follows:

- Pulp and paper: - 18.0 million euros, including investments of about 49 million euros;
- Cement: - 2.8 million euros;
- Environment: + 1.3 million euros; and
- Holdings: + 25.4 million euros, arising essentially from the purchase of own shares and corporate income tax (IRC) payments.

### FINANCIAL RESULTS

In the first quarter of 2016 financial results amounted to a negative figure of 19.2 million euros, an improvement of 27.5 % in relation to the figure recorded in the same period of the previous year. The positive variation of 7.3 million euros was primarily the result of:

- Positive effect arising from a decrease in interest rates, repayment of the costlier debt and debt renegotiation;
- The negative effect of the integration of the Supremo Group.

## CONSOLIDATED NET INCOME

Consolidated net income in Q1 2016 attributable to the shareholders of Semapa was 17.6 million euros, which translated a reduction of 13.1% year-on-year. Net income per share stood at 0.216 euros/share, representing a rise of 13.7% on the same period of the previous year, as a result of the cancellation of shares after the first quarter of 2015.

This decrease is explained essentially by the combined effect of the following factors:

- The appropriation of lower results from The Navigator Company in the first quarter of 2016 vs. the previous year (69.40% versus 81.19%, respectively), following the Public Exchange Offer in July 2015;
- An increase of about 9.8 million euros in income taxes, which was greatly owed to the fact that The Navigator Company and its subsidiaries, are no longer covered by the Special Taxation Regime of Company Groups of which Semapa is the controlling company, as a result of the reduction of the aforementioned stake, with effect from 1 July 2015;
- An increase in total EBITDA of approximately 13.5 million euros;
- Increase in amortisations and impairment losses, mostly resulting from the full integration of Supremo;
- Increase of provisions with a value of 6.0 million euros, due essentially to the release of provisions in the same period in the previous year, which proved to be unnecessary;
- An improvement of net financial results by about 7.3 million euros, in relation to the previous year.

## 5. SHARE PRICE PERFORMANCE



Basis 100 = 31/12/2015

The beginning of 2016 was a rather negative year for most stock markets; the main indexes fell sharply in January, and continued to fall in the following month. Developments in the price of oil and fear of a slowdown in economic activity in Asian countries helped trigger such sharp falls. In March, the main stock markets recovered somewhat, investors reacting positively to the ECB's announcement of measures to foster Euro Area economy and inflation, and to the economic information published on the USA, more positive than expected. However, the recovery was not enough to make up for accumulated losses since the beginning of the year.

Therefore, European stock exchanges ended the quarter on negative ground, Eurostoxx 50 presenting a loss of 10%, the IBEX 35 at -8.6% and DAX at -7.2%. The Portuguese index was fairly dynamic in the quarter, driven by bank securities, but it also suffered a loss of 5.5%, following the downward growth forecasts for the Portuguese economy and Fitch's review of its rating of the Portuguese debt, which went from positive to stable.

In this context, the value of Semapa shares in the period decreased by 8.6%, below PSI20 average. The Semapa stock value reached a high of 13.000 euros on 13 January, and a low of 10.090 euros on 9 February.

## 6. OUTLOOK

The latest IMF and OECD projections revised world growth in 2016 and 2017 downwards. Global economy continues to grow, but expansion is slower and depends on stimulus policies implemented in the developed countries. The effect of the economic slowdown of China and other emerging countries on the world economy and the instability caused by the change in cycle of the US Federal Reserve's monetary policy are factors of uncertainty. In the Euro Area, an



accommodating monetary policy by the European Central Bank is a positive element, among others. However, the economic slowdown of emerging countries, combined with other factors of uncertainty, namely political, can cause investments to be postponed, being a burden on growth.

In Portugal, the general economic outlook for 2016 is in line with 2015. The latest projections of the Bank of Portugal (March 2016) point to a 1.5% growth in economic activity in 2016. The most recent projections of the IMF also hint at 1.4% growth.

## PAPER AND PULP

Concerning the **paper** business, the European market should continue to benefit during the rest of 2016 from the recent reduction in and conversion of capacity of some productive units in Europe. However, the impact of the anti-dumping proceedings brought by the American authorities is still producing changes between supply and demand in several parts of the world, namely more pressure in Asia, Latin America, the Middle East and in some African Countries. Paper imports from the Asian market into Europe continue to intensify, which may cause more competitive pressure and, consequently, higher price discounts.

In the United States, the closure of 340 thousand tons of uncoated paper capacity announced for April will produce a positive impact on the market, and a rise in prices in May has already been announced. Exchange rate variations will naturally play a decisive part in the competitiveness of the industries' manufacturers.

Following strong pressure under which the price of **pulp** has been in recent months, some signs of slowdown in the downward trend are visible. Pulp purchases in China and in other markets have picked up, suggesting that eucalyptus pulp stocks are at low levels and the spot price has probably touched the bottom. Also the price gap between short and long fibre has widened again, reaching historical levels of 100 USD/ton. Although the second quarter may improve in terms of the demand for pulp, the growth in supply forecast in 2016 remains, however, high. Carefully managed new capacities coming in from Latin America will be a fundamental factor for the balance of the pulp market.

In the Iberian **tissue** market, the second and third quarters are traditionally months of greater consumption, namely in the Away From Home segment, due to the tourism and food industry services activity-related development. Macroeconomic trends in Portugal and Spain and their impact on consumption will weigh significantly on the sector's good performance.

As for the Cacia Project, for which the Group has a conditionally approved investment in a tissue paper production line and the corresponding transformation into final products, with a nominal capacity of 70 thousand tons per annum, at an estimated value of 121 million euros, hereby enhancing the Group's productive capacity to 130,000 tons/year, is still awaiting the approval of State incentives. In this stage, the analysis of the paper machine is almost complete and the technical and financial-economic analysis of the processing equipment is now being finalised.

The Colombo Energy Inc. project of the new **pellets** plant in the USA (in Greenwood, South Carolina) is entering the final construction stage; 96.5% of the total investment of 116.5 million USD has been committed, and 53 of the 70 estimated total workforce has been hired. The assembly of the equipment should be completed by May 2016, when the commissioning and testing period is expected to begin, and the start up of production is planned for end of July.

In **Mozambique**, forest planting proceeded in the first quarter of 2016, supplied by the plants grown in the Viveiro Florestal do Luá nursery, the largest forest nursery in Africa. In this quarter 2,200 new hectares have been planted. The country is politically and economically unstable, which brings additional challenges to the Project, in terms of the safety of all who are involved in it and the guarantees of supply of the goods needed for the project. Metical has been under pressure caused by price inflation since 2015, and rising.

The company is still focused on implementing the Social Development Programme, an investment in the local communities embracing the Project and which is expected to contribute significantly to the improvement of living conditions of all their members.

## CEMENT

In **Portugal**, GDP growth outlooks for 2016, the recovery in domestic demand and investment, with a reversal in the licensing of home construction and an increase in construction productivity, helped to foresee a slight growth in the construction market and in cement consumption in 2016. The expected recovery in the domestic market, combined with savings and gains achieved through the streamlining measures implemented in previous years, offer the prospect of favourable results.

In **Lebanon**, 2016 should not be very different to 2015. The changes which have occurred in the Middle East have not helped to preserve macroeconomic stability. The cement market is expected to decline in 2016 due to the expected slowdown in residential construction and lower investor confidence, caused by the uncertain political situation in the country and region. Continuation of a challenging and competitive environment with impact on sales prices is expected. However, these negative effects may be partly offset by less energy costs, due to lower oil prices. Block sales should rise in the coming months, as the new plant is receiving more orders and is beginning to build a customer portfolio.

For **Tunisia**, the latest IMF figures point to 2% growth of the economy. However, economic growth prospects remain somewhat uncertain due to recent events and the unstable environment. Competition should continue intense and increased pressure on sales prices is expected (in the domestic and foreign markets).

The outlook for 2016 for **Angola** is negative. In early April, Angolan authorities asked the IMF to negotiate a programme of financial and economic support. Although the IMF is forecasting growth of 3.5% for the economy in 2016, the negative impact from the recent variations in the price of oil cannot help but affect the economy over the course of this year. The year got off with increasing diesel and fuel oil prices, together with a new and steep depreciation of the kwanza.

Although the cement market is expected to drop in 2016, increasing costs will impact clinker producers more than other Group activities.

In **Brazil**, no improvement in the macroeconomic scenario is expected in 2016, which foretells the continuation of the difficulties in economic activity and especially in the activities tied to the construction sector, due to the difficulty in investments coming to fruition. The economy may shrink about 3.8%, according to the latest estimates of the IMF (April 2016).

The cement market is expected to drop again, albeit slightly less than in 2015. Public works should not perform better than in 2015, but the elections for the local governments may bring some dynamics to the sector.

## ENVIRONMENT

Considering the current macroeconomic, financial and sectoral environment, slight improvements are envisaged in the medium term in the sector operated by the ETSA group, insofar as boosting consumption of foodstuffs (due to effective increase or simply to changes in the average shopping basket) will result, in time, in a slight increase in the animal slaughter rate, after a period of reinvestment in the main collection centres and especially after the implementation of gradual import replacement mechanisms which, consequently, albeit deferred and still uncertain, will allow an increase in the volume of some categories of by-products generated. However, the competition between operators in arranging raw material, which is scanty, will remain intense, because of the pronounced overcapacity of industrial processing.

The ETSA group's prime objectives in the short term include (i) concentrating on the horizontal expansion of its production and destination markets (exports accounted for around 29.0% of total accrued sales on 31 March 2016), (ii) identifying fresh opportunities for vertical growth, channelling its investments to improving operational efficiency, extracting maximum value from the channels operated and retaining the loyalty of the main conventional and alternative collection centres, (iii) the gradual and progressive recovery of balanced sales margins in the market, and (iv) focus on sustained innovation and research and development addressed at ensuring new profit thresholds for the business.

Lisbon, 28 April 2016

The Directors

## THE BOARD OF DIRECTORS

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Manuel Custódio de Oliveira

Vítor Manuel Galvão Rocha Novais Gonçalves

Vítor Paulo Paranhos Pereira

## PART 2

### INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(UNAUDITED)

## CONSOLIDATED INCOME STATEMENT FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2016 AND 2015

Amounts in Euro	Notes	1st Q 2016 (Unaudited)	1st Q 2015 (Unaudited)
<b>Revenues</b>			
Sales	4	491,728,620	484,393,092
Services rendered	4	4,834,409	9,103,830
<b>Other income</b>			
Gains on disposal of non-current assets	5	154,590	234,685
Other operating income	5	12,809,739	8,868,420
<b>Change in fair value of biological assets</b>		(271,889)	652,554
<b>Costs, expenses and losses</b>			
Cost of inventories sold and consumed	6	(215,042,769)	(225,919,242)
Variation in production	6	17,062,020	24,996,683
Cost of materials and services consumed	6	(132,652,240)	(140,924,790)
Payroll costs	6	(58,453,484)	(54,015,369)
Other costs and losses	6	(9,646,177)	(10,350,762)
Provisions	6	(1,045,760)	4,975,531
<b>Depreciation, amortisation and impairment losses</b>	7	(51,644,282)	(49,106,568)
<b>Operational Results</b>		<b>57,832,777</b>	<b>52,908,064</b>
Group share of (loss) / gains of associated companies		39,370	(936,064)
Net financial results	8	(19,277,030)	(25,607,447)
<b>Profit before taxes</b>		<b>38,595,117</b>	<b>26,364,553</b>
Income tax expense	9	(8,155,252)	1,597,536
<b>Profit for the period</b>		<b>30,439,865</b>	<b>27,962,089</b>
<b>Retained earnings from the period</b>			
<b>Attributable to Semapa's shareholders</b>		<b>17,550,751</b>	<b>20,188,315</b>
Attributable to non-controlling interests	11	12,889,114	7,773,774
<b>Earnings per share</b>			
Basic earnings per share, EUR	10	0.216	0.190
Diluted earnings per share, EUR	10	0.216	0.190

## STATEMENT OF CONSOLIDATED COMPREHENSIVE INCOME FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2016 AND 2015

Amounts in Euro	Notes	1st Q 2016 (Unaudited)	1st Q 2015 (Unaudited)
<b>Retained earnings for the period without non-controlling interests</b>		<b>30,439,865</b>	<b>27,962,089</b>
<b>Items that may subsequently be reclassified to the income statement</b>			
Derivative financial instruments			
Fair value changes	22	(3,162,603)	(3,897,702)
Tax on items above when applicable	18	1,159,842	2,248,624
Currency translation differences	17	(444,046)	27,461,530
Share of other comprehensive income of associates		2,360,340	-
<b>Items that may not subsequently be reclassified to the income statement</b>			
Remeasurements of post-employment benefits			
Remeasurements positive / (negative)		367,059	(9,670,310)
Tax on items above when applicable	18	(186,430)	26,176
<b>Other comprehensive income for the period</b>		<b>94,162</b>	<b>16,168,318</b>
<b>Total comprehensive income for the period</b>		<b>30,534,027</b>	<b>44,130,407</b>
<b>Attributable to:</b>			
Semapa's shareholders		20,650,493	28,477,694
Non-controlling interests		9,883,534	15,652,713
		<b>30,534,027</b>	<b>44,130,407</b>

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS OF 31 MARCH 2016 AND 31 DECEMBER 2015

Amounts in Euro	Notes	31-03-2016 <i>Unaudited</i>	31-12-2015
<b>ASSETS</b>			
<b>Non-current assets</b>			
Goodwill	12	338,138,186	335,643,370
Other intangible assets		304,450,503	296,675,604
Property, plant and equipment	13	2,338,244,186	2,336,937,941
Investment properties		973,923	978,621
Biological assets		116,725,038	116,996,927
Investment in associates	14	3,301,524	3,403,708
Financial assets at fair value through profit or loss		320,395	342,968
Available-for-sale financial assets		113,451	229,136
Deferred tax assets	18	79,943,922	74,480,542
Other non-current assets		7,209,787	6,777,734
		<b>3,189,420,915</b>	<b>3,172,466,551</b>
<b>Current assets</b>			
Inventories		326,405,213	309,759,678
Receivables and other current assets	15	323,146,400	309,595,216
State and other public entities		80,089,636	69,012,939
Assets held for sale		1,187,095	1,199,597
Cash and cash equivalents	20	182,043,577	206,255,764
		<b>912,871,921</b>	<b>895,823,194</b>
<b>Total assets</b>		<b>4,102,292,836</b>	<b>4,068,289,745</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and Reserves</b>			
Share capital	16	81,645,523	81,645,523
Treasury shares	16	(4,080,569)	(53,116)
Share premiums		3,923,459	3,923,459
Translation reserve	17	(63,419,996)	(65,903,206)
Fair value reserve	17	(6,068,031)	(4,921,087)
Other reserves	17	665,696,408	665,696,408
Retained earnings	17	37,713,572	(45,580,416)
Retained earnings for the period		17,550,751	81,530,041
<b>Consolidated shareholders' equity</b>		<b>732,961,117</b>	<b>716,337,606</b>
Non-controlling interests	11	424,997,750	415,289,455
<b>Total equity</b>		<b>1,157,958,867</b>	<b>1,131,627,061</b>
<b>Non-current liabilities</b>			
Deferred tax liabilities	18	303,441,363	305,515,909
Pensions and other post-employment benefits		4,502,953	4,667,743
Provisions	19	99,207,062	104,230,815
Interest-bearing liabilities	20	1,321,767,107	1,497,214,815
Other non-current liabilities		38,746,913	43,480,192
		<b>1,767,665,398</b>	<b>1,955,109,474</b>
<b>Current liabilities</b>			
Interest-bearing liabilities	20	669,174,633	512,032,570
Payables and other current liabilities	21	382,645,280	358,185,023
State and other public entities		124,772,368	111,257,640
Liabilities held for sale		76,290	77,977
		<b>1,176,668,571</b>	<b>981,553,210</b>
<b>Total liabilities</b>		<b>2,944,333,969</b>	<b>2,936,662,684</b>
<b>Total equity and liabilities</b>		<b>4,102,292,836</b>	<b>4,068,289,745</b>



## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

### FROM 1 JANUARY 2016 TO 31 MARCH 2016 AND FROM 1 JANUARY 2015 TO 31 MARCH 2015

Amounts in Euro	Share Capital	Treasury shares	Share premiums	Fair value reserve	Other reserves	Translation reserve	Retained earnings	Retained earnings for the period	Total	Non-controlling interests	Total
Equity as of 1 January 2016	81,645,523	(53,116)	3,923,459	(4,921,087)	665,696,408	(65,903,206)	(45,530,414)	81,530,041	716,337,608	415,289,455	1,131,627,062
Application of 2015 profit of the year:											
- Transfer to retained earnings	-	-	-	-	-	-	81,530,041	(81,530,041)	-	-	-
Treasury shares acquisitions	-	(4,027,453)	-	-	-	-	-	-	(4,027,453)	-	(4,027,453)
Other comprehensive income for the year*	-	-	-	(1,146,944)	-	2,483,210	1,763,474	-	3,099,740	(3,005,578)	94,162
Differences in non-controlling interests acquisitions	-	-	-	-	-	-	473	-	473	-	473
Changes in consolidation scope	-	-	-	-	-	-	-	-	-	(75,557)	(75,557)
Other movements	-	-	-	-	-	-	-	-	-	(99,684)	(99,684)
Profit for the period	-	-	-	-	-	-	-	17,550,751	17,550,751	12,889,114	30,439,865
Equity as of 31 March 2016	81,645,523	(4,080,569)	3,923,459	(6,068,031)	665,696,408	(63,419,996)	37,713,574	17,550,751	732,961,119	424,997,750	1,157,958,867
* Net of deferred taxes											

Amounts in Euro	Share Capital	Treasury shares	Share premiums	Fair value reserve	Other reserves	Translation reserve	Retained earnings	Retained earnings for the period	Total	Non-controlling interests	Total
Equity as of 1 January 2015	118,332,445	(108,444,835)	3,923,459	(10,076,983)	1,033,462,267	(46,975,997)	(202,619,762)	112,797,846	900,398,440	336,424,414	1,236,822,853
Application of 2014 profit of the year:											
- Transfer to retained earnings	-	-	-	-	-	-	112,797,846	(112,797,846)	-	-	-
Other comprehensive income for the year*	-	-	-	(469,360)	-	16,589,025	(7,830,287)	-	8,289,378	7,878,940	16,168,318
Other movements	-	-	-	-	-	-	2	-	2	(5,653)	(5,652)
Profit for the period	-	-	-	-	-	-	-	20,188,315	20,188,315	7,773,774	27,962,089
Equity as of 31 March 2015	118,332,445	(108,444,835)	3,923,459	(10,546,343)	1,033,462,267	(30,386,972)	(97,652,201)	20,188,315	928,876,135	352,071,475	1,280,947,608
* Net of deferred taxes											

## CONSOLIDATED CASH FLOW STATEMENT FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2016 AND 2015

Amounts in Euro	1st Q 2016 (Unaudited)	1st Q 2015 (Unaudited)
<b>Operating activities</b>		
Receipts from customers	541,456,834	520,519,996
Payments to suppliers	(437,531,104)	(405,312,133)
Payments to personnel	(36,866,386)	(33,129,366)
Cash flow from operations	67,059,344	82,078,497
Income tax received / (paid)	(13,849,302)	(516,374)
Other receipts / (payments) relating to operating activities	(1,674,954)	(34,023,251)
<b>Cash flow from operating activities (1)</b>	<b>51,535,088</b>	<b>47,538,872</b>
<b>Investing activities</b>		
<b>Inflows</b>		
Financial investments	143,365	49,900
Property, plant and equipment	55,122	51,274
Interest and similar income	651,475	1,237,262
Dividends	141,497	149,764
	991,459	1,488,200
<b>Outflows</b>		
Financial investments	(398,359)	(37,359,239)
Cash and cash equivalents - changes in consolidation perimeter	-	9,693,629
Property, plant and equipment	(30,971,156)	(15,381,581)
	(31,369,515)	(43,047,191)
<b>Cash flow from investing activities (2)</b>	<b>(30,378,056)</b>	<b>(41,558,991)</b>
<b>Financing activities</b>		
<b>Inflows</b>		
Proceeds from borrowings	1,194,768,046	875,821,010
	1,194,768,046	875,821,010
<b>Outflows</b>		
Repayments of borrowings	(1,218,015,921)	(999,221,632)
Repayment of financial leases	(236,550)	(2,644,713)
Interest and similar expenses	(13,388,154)	(16,651,248)
Dividends	(355,348)	(70,018)
Treasury shares acquisitions	(4,027,453)	-
	(1,236,023,426)	(1,018,587,611)
<b>Cash flow from financing activities (3)</b>	<b>(41,255,380)</b>	<b>(142,766,601)</b>
<b>CHANGE IN CASH AND CASH EQUIVALENTS (1)+(2)+(3)</b>	<b>(20,098,348)</b>	<b>(136,786,720)</b>
EXCHANGE GAINS / (LOSSES) ON CASH AND CASH EQUIVALENTS	(4,113,838)	10,445,601
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>206,255,763</b>	<b>602,971,771</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b>182,043,577</b>	<b>476,630,652</b>

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## SELECTED NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

AS OF 31 MARCH 2016

(Translation of a report originally issued in Portuguese)

(In these notes, unless indicated otherwise, all amounts are expressed in Euro)

The SEMAPA Group ("Group") comprises Semapa – Sociedade de Investimento e Gestão, SGPS, S.A. ("Semapa") and its subsidiaries. Semapa was incorporated on 21 June 1991 and has as its main business object the management of financial investments in other companies as an indirect form of carrying out economic activities.

Head Office:	Av. Fontes Pereira de Melo, 14, 10 <sup>th</sup> Floor, Lisbon
Share Capital:	Euro 81,645,523
Corporate Body Number:	502 593 130

Semapa leads an Enterprise Group with activities in three distinct business segments: pulp and paper, cement and derivatives, and environment, developed respectively through its subsidiaries The Navigator Company, S.A. (previously designated as Portucel, S.A.), Secil - Companhia Geral de Cal e Cimento, S.A. and ETSA – Investimentos, SGPS, S.A..

These consolidated financial statements were approved by the Board of Directors on 28 April 2016.

The Group's Senior Management, that are, the members of the Board of Directors who sign this report, declare that, to the best of their knowledge, the information contained herein was prepared in conformity with the applicable accounting standards, providing a true and fair view of the assets and liabilities, the financial position and results of the companies included in the Group's consolidation perimeter.

### 1. BASIS OF PREPARATION

The interim consolidated financial statements for the three months period ended 31 March 2016 were prepared in accordance with the International Accounting Standard 34 – Interim Financial Reporting.

The accompanying interim consolidated financial statements were prepared on the going concern basis from the accounting books and records of the companies included in consolidation (Note 25), and under the historic cost convention, except for biological assets, available-for-sale financial assets, financial assets at fair value through profit or loss and derivative financial instruments which are recorded at fair value. Tangible assets acquired until 1 January 2004 have been recorded at revaluated cost.

The following notes were selected in order to allow a full understanding of the most significant changes on the consolidated financial position and performance of the group since the last annual report as of 31 December 2015.

## 2. ACCOUNTING POLICIES

The accounting policies applied in the preparation of these interim consolidated financial statements are consistent to those used in the preparation of the financial statements as of 31 December 2015 and stated in the respective attached notes.

## 3. ESTIMATES AND JUDGMENTS

The preparation of consolidated financial statements requires that Group's management performs judgments and estimates that affect the amount of revenue, costs, assets, liabilities and disclosures at balance sheet date.

These estimates are influenced by Group's management's judgments, based on: (i) the best information and knowledge of present events and in certain cases on the reports of independent experts; and (ii) the actions which the Group considers it may have to take in the future. However, on the date on which the operations are realised, the outcome can be different from those estimates.

## 4. SEGMENT REPORTING

Segmental information is presented in relation to the business segments identified, namely Pulp and Paper, Cement and Derivatives, Environment and Holdings. The earnings, assets and liabilities for each segment correspond to those which are directly attributed to them, as well as those which can be imputed to them on a reasonable basis.

The financial information by operating segment for the three months period of 2016 is shown as follows:

Amounts in Euro	Pulp and Paper	Cement and derivatives	Environment	Holdings	Consolidated
<b>INCOME STATEMENT</b>					
Revenue	384,567,136	106,430,808	5,565,085	-	496,563,029
Operational results	52,587,494	4,249,839	1,046,619	(51,175)	57,832,777
Net financial results (Note 8)	(2,715,629)	(11,180,234)	(172,674)	(5,208,493)	(19,277,030)
Group share of (loss) / gains of associated companies	-	39,370	-	-	39,370
Income tax expense (Note 9)	(8,016,657)	333,518	(189,448)	(282,665)	(8,155,252)
<b>Profit for the period</b>	<b>41,855,208</b>	<b>(6,557,507)</b>	<b>684,497</b>	<b>(5,542,333)</b>	<b>30,439,865</b>
Profit for the period- Attributable to non-controlling interest	(12,739,712)	(149,326)	(76)	-	(12,889,114)
<b>Profit for the period- Attributable to Semapa's shareholders</b>	<b>29,115,496</b>	<b>(6,706,833)</b>	<b>684,421</b>	<b>(5,542,333)</b>	<b>17,550,751</b>
<b>OTHER INFORMATION</b>					
Segment assets	2,377,316,470	1,506,357,414	95,414,285	123,204,667	4,102,292,836
Deferred tax assets (Note 18)	54,615,373	25,253,090	75,459	-	79,943,922
Total assets of post-employment benefits (Note 15)	3,312,462	-	-	-	3,312,462
Investment in associates (Note 14)	-	3,301,524	-	-	3,301,524
Segment liabilities	1,283,787,743	991,978,756	32,215,605	636,351,865	2,944,333,969
Depreciation, amortisation and impairment losses (Note 7)	39,798,001	11,064,583	734,600	47,098	51,644,282
Provisions (Note 19)	1,117,864	(72,104)	-	-	1,045,760
Capital expenditures (Note 13)	46,378,518	4,296,463	314,250	24,085	51,013,316

The financial information by operating segment for the three months period of 2015 is shown as follows:

Amounts in Euro	Pulp and Paper	Cement and derivatives	Environment	Holdings	Consolidated
<b>INCOME STATEMENT</b>					
Revenue	388,800,993	99,869,178	4,826,751	-	493,496,922
Operational results	50,378,918	4,739,613	448,314	(2,658,781)	52,908,064
Net financial results (Note 8)	(8,687,762)	(824,083)	(209,926)	(15,885,676)	(25,607,447)
Group share of (loss) / gains of associated companies and joint ventures	-	(936,064)	-	-	(936,064)
Income tax expense (Note 9)	(2,668,713)	(1,167,244)	(83,850)	5,517,343	1,597,536
<b>Profit for the period</b>	<b>39,022,443</b>	<b>1,812,222</b>	<b>154,538</b>	<b>(13,027,114)</b>	<b>27,962,089</b>
Profit for the period- Attributable to non-controlling interest	(7,343,388)	(430,369)	(17)	-	(7,773,774)
<b>Profit for the period- Attributable to Semapa's shareholders</b>	<b>31,679,055</b>	<b>1,381,853</b>	<b>154,521</b>	<b>(13,027,114)</b>	<b>20,188,315</b>
<b>OTHER INFORMATION</b>					
Segment assets	2,620,864,440	1,276,862,120	91,415,696	174,220,252	4,163,362,508
Deferred tax assets (Note 18)	29,057,720	12,202,013	42,608	20,453,325	61,755,666
Total assets of post-employment benefits (Note 15)	1,477,709	-	-	-	1,477,709
Investment in associates and joint ventures (Note 14)	-	79,509,584	-	-	79,509,584
Segment liabilities	1,295,769,983	634,213,463	32,499,272	919,932,181	2,882,414,899
Depreciation, amortisation and impairment losses (Note 7)	36,901,590	11,437,000	712,856	55,122	49,106,568
Provisions (Note 19)	(5,906,473)	930,942	-	-	(4,975,531)
Capital expenditures (Note 13)	13,727,369	3,387,145	1,107,142	6,522	18,228,178

## GEOGRAPHICAL SEGMENT

The revenue presented in the several business segments corresponds to revenue generated with external clients based on the destination country of the Group's commercialised products and services, and are detailed as follows:

1st Q 2016	Pulp and Paper	Cement and derivatives	Environment	Total	Total %
<b>Sales and services rendered:</b>					
Portugal	63,707,688	37,557,916	4,829,658	<b>106,095,262</b>	21.37%
Rest of Europe	233,983,974	675,131	735,426	<b>235,394,531</b>	47.40%
America	41,845,782	17,260,847	-	<b>59,106,629</b>	11.90%
Africa	36,274,748	30,362,921	-	<b>66,637,669</b>	13.42%
Asia	7,397,116	20,573,993	-	<b>27,971,109</b>	5.63%
Oceania	1,357,829	-	-	<b>1,357,829</b>	0.27%
	<b>384,567,137</b>	<b>106,430,808</b>	<b>5,565,084</b>	<b>496,563,029</b>	<b>100.00%</b>

1st Q 2015	Pulp and Paper	Cement and derivatives	Environment	Total	Total %
<b>Sales and services rendered:</b>					
Portugal	74,540,287	38,665,979	3,883,546	<b>117,089,812</b>	23.73%
Rest of Europe	229,879,777	535,570	872,034	<b>231,287,381</b>	46.87%
America	46,850,033	3,517,280	-	<b>50,367,313</b>	10.21%
Africa	26,859,932	38,228,919	71,171	<b>65,160,022</b>	13.20%
Asia	10,631,171	18,921,429	-	<b>29,552,600</b>	5.99%
Oceania	39,794	-	-	<b>39,794</b>	0.01%
	<b>388,800,994</b>	<b>99,869,177</b>	<b>4,826,751</b>	<b>493,496,922</b>	<b>100.00%</b>

## 5. OTHER INCOME

For the three months period ended 31 March 2016 and 2015, the caption other income comprises:

Amounts in Euro	1st Q 2016	1st Q 2015
Grants - CO2 emission allowances	4,278,328	4,095,432
Adjustments reversal	794,745	910,818
Impairment reversal	-	4,405
Supplementary income	1,438,894	226,262
Gains on disposals of non-current assets	154,590	234,685
Gains on inventories	1,625,023	772,673
Government grants	27,852	107,948
Own work capitalised	9,266	26,456
Revenues from waste management	66,418	115,570
Other operating income	4,569,213	2,608,856
	<b>12,964,329</b>	<b>9,103,105</b>

## 6. COSTS, EXPENSES AND LOSSES

For the three months period ended 31 March 2016 and 2015 Costs, expenses and losses comprises:

Amounts in Euro	1st Q 2016	1st Q 2015
<b>Cost of sales and services rendered</b>		
Cost of inventories sold and consumed	(215,042,769)	(225,919,242)
<b>Cost of materials and services consumed</b>	(132,652,240)	(140,924,790)
<b>Variation in production</b>	17,062,020	24,996,683
<b>Payroll costs</b>		
Statutory bodies	(5,136,400)	(4,544,597)
Other remunerations	(38,923,044)	(35,113,124)
Pension costs	(1,044,506)	(748,403)
Other payroll costs	(13,349,534)	(13,609,245)
	<b>(58,453,484)</b>	<b>(54,015,369)</b>
<b>Other costs and losses</b>		
Membership fees	(121,326)	(271,834)
Donations	(152,156)	(109,509)
Cost with CO2 emission allowances	(4,483,963)	(4,833,122)
Inventories and other receivables impairment	(776,748)	(679,274)
Losses on inventories	(631,483)	(292,193)
Indirect taxes	(2,259,633)	(2,185,357)
Losses on disposal of non-current assets	(54,497)	(101,984)
Other operating costs	(1,166,371)	(1,877,489)
	<b>(9,646,177)</b>	<b>(10,350,762)</b>
<b>Net provisions</b>	(1,045,760)	4,975,531
<b>Total of Costs, expenses and losses</b>	<b>(399,778,410)</b>	<b>(401,237,949)</b>

## 7. DEPRECIATION, AMORTISATION AND IMPAIRMENT LOSSES

For the three months period ended 31 March 2016 and 2015, the caption Depreciation, amortisation and impairment losses were detailed as follows:

Amounts in Euro	1st Q 2016	1st Q 2015
<b>Depreciation of property, plant and equipment</b>		
Land	(1,118,161)	(933,114)
Environmental restoration and landscaping	(28,918)	(28,918)
Buildings	(5,129,615)	(4,595,861)
Equipments and other tangibles	(46,888,833)	(45,497,056)
Government grants	2,704,571	1,689,436
	<u>(50,460,956)</u>	<u>(49,365,513)</u>
<b>Amortisation of intangible assets</b>		
Industrial property and other rights	(4,807)	(7,531)
CO2 Emission Rights	(1,798,613)	(24,135)
	<u>(1,803,420)</u>	<u>(31,666)</u>
<b>Impairment losses of assets held for sale</b>	<u>(12,502)</u>	<u>(12,502)</u>
<b>Amortisation of investment properties</b>	<u>(4,698)</u>	<u>(4,698)</u>
<b>Impairment (losses)/reversals in tangible assets</b>		
Land	272,520	101,296
Equipments and other tangibles	29,658	328,283
Assets under construction	-	(121,768)
	<u>302,178</u>	<u>307,811</u>
<b>ICMS - tax on movement of goods and services</b>		
Tax included on amortisations (Brazil)	335,116	-
	<u>335,116</u>	<u>-</u>
	<b><u>(51,644,282)</u></b>	<b><u>(49,106,568)</u></b>

## 8. NET FINANCIAL RESULTS

For the three months periods ended 31 March 2016 and 2015, Net financial results comprise:

Amounts in Euro	1st Q 2016	1st Q 2015
Interest paid on loans from shareholders (Note 23)	(27,317)	(1,990)
Interest paid on loans from associated companies and joint ventures (Note 23)	(1,285)	(429)
Interest paid on other borrowings	(17,327,145)	(21,646,307)
Interest earned on loans from associated companies and joint ventures (Note 23)	1,294	66
Other interest earned	1,794,564	2,603,977
Financial assets at fair value through profit and loss	(26,591)	(40,632)
Gains / (losses) on financial instruments - hedging (Note 22)	(1,888,171)	(4,938,250)
Gains / (losses) on financial instruments - trading (Note 22)	2,256,677	(698,574)
Expenses with loans issuing and other comissions	(2,777,169)	(2,676,222)
Foreign exchange gains / (losses)	(1,129,939)	1,817,299
(Costs)/ gains with compensatory interests	147,874	65,018
Other financial expenses	(299,822)	(196,020)
Other financial income	-	104,617
	<b><u>(19,277,030)</u></b>	<b><u>(25,607,447)</u></b>



## 9. INCOME TAX

Semapa SGPS, S.A. is the dominant company of the group subject to the special regime governing business groups comprising companies in which the shareholding is equal to or more than 75% and which meet the conditions laid down in articles 69 and following of the Corporate Income Tax Code. Thus, the tax business group comprises the subsidiaries Secil, S.A. and ETSA Investimentos, SGPS, S.A., and corresponding subsidiaries that comply with the referred conditions.

The companies that integrate the tax business group led by Semapa as the dominant company, as well as those that integrate the tax business group led by The Navigator Company S.A. have a tax reporting period starting 1 July of each year and ending 30 June of the following year

As of 31 March 2016 and 2015, the caption Income tax expense comprises:

Amounts in Euro	1st Q 2016	1st Q 2015
Current tax	(20,084,143)	(5,565,551)
Provision for current tax	5,438,520	5,790,714
Deferred tax	6,490,371	1,372,373
	<b>(8,155,252)</b>	<b>1,597,536</b>

The effective tax rate reconciliation regarding the first three months of 2016 and 2015 was as follows:

Amounts in Euro	1st Q 2016	1st Q 2015
Profit before tax	38,595,117	26,364,553
Expected income tax	8,683,901	5,932,024
State surcharge	2,126,386	1,367,347
Differences (a)	164,360	(3,506,220)
Prior year tax adjustments	(53,929)	447,860
Recoverable tax losses carried forward	(213,650)	(7,479,805)
Non recoverable tax losses	4,040,086	5,656,016
Impairment and reversal of provisions	(5,438,520)	(1,608,000)
Impact of the change in the income tax rate	(477,120)	(147,399)
Provision for current tax	-	75,371
Tax benefits	(696,313)	(7,470)
Other	20,051	(2,327,260)
	<b>8,155,252</b>	<b>(1,597,536)</b>
Effective tax rate	21.13%	-6.06%

(a) This amount is made up essentially of:

Effects arising from the application of the equity method	(39,370)	936,064
Capital gains / (losses) for tax purposes	(6,257)	225,625
Capital gains / (losses) for accounting purposes	(30,428)	(229,371)
Impairment of taxed provisions	1,395,534	573,077
Tax benefits	(492,195)	(354,931)
Reversal of taxed provisions	(119,702)	(6,820,992)
Intra-group earning's subject to taxation	(1,393,517)	3,494,782
Employees benefits	698,638	(19,187)
Others	717,788	(13,388,267)
	<b>730,491</b>	<b>(15,583,200)</b>
<b>Tax effect (22,5%)</b>	<b>164,360</b>	<b>(3,506,220)</b>

In Portugal, the annual tax returns are subject to review and potential adjustment by tax authorities for a period up to 4 years. However, if tax losses are utilised, these may be subject to review by the tax authorities for a longer period. In other countries where the Group operates, these periods are different and, in most cases, longer.

The Board of Directors believes that any reviews/ inspections by tax authorities will not have a material impact on the interim consolidated financial statements as of 31 March 2016. The income tax returns up to 2012, inclusive, of Portucel, Soporcel, Secil and Semapa have already been reviewed.

## 10. EARNINGS PER SHARE

There are no convertible financial instruments over Semapa's shares, so there is no dilution of earnings.

Amounts in Euro	1st Q 2016	1st Q 2015
Profit attributable to Semapa's shareholders	17,550,751	20,188,315
Weighted average number of ordinary shares in issue (Note 16)	81,427,349	106,504,470
Basic earnings per share	0.216	0.190
Diluted earnings per share	0.216	0.190

## 11. RETAINED EARNINGS ATTRIBUTABLE TO NON-CONTROLLING INTERESTS

The movement in the non-controlling interests, by operating segments, in the first quarter of 2016 and 2015, including its attributable retained earnings for the period was as follows:

Amounts in Euro	Pulp and paper	Cement and derivatives	Environment	Total
<b>Balance as of 1 January 2015</b>	<b>244,841,042</b>	<b>91,576,804</b>	<b>6,568</b>	<b>336,424,414</b>
Acquisitions / (Disposals)	132,461,706	(222,601)	-	132,239,105
Dividends	(98,167,519)	(13,207,278)	-	(111,374,797)
Currency translation reserve	1,334,728	6,402,602	-	7,737,330
Financial instruments	406,445	-	-	406,445
Remeasurments	(375,687)	(7,896)	-	(383,583)
Other movements in equity	984,778	(694)	(1)	984,083
Profit for the period	45,878,534	3,377,504	420	49,256,458
<b>Balance as of 31 December 2015</b>	<b>327,364,027</b>	<b>87,918,441</b>	<b>6,987</b>	<b>415,289,455</b>
Acquisitions / (Disposals)	-	(75,557)	-	(75,557)
Currency translation reserve	522,813	(3,450,068)	-	(2,927,255)
Financial instruments	(855,809)	-	-	(855,809)
Remeasurments	777,486	-	-	777,486
Other movements in equity	(99,684)	-	-	(99,684)
Profit for the period	12,739,712	149,326	76	12,889,114
<b>Balance as of 31 March 2016</b>	<b>340,448,545</b>	<b>84,542,142</b>	<b>7,063</b>	<b>424,997,750</b>

## 12. GOODWILL

During the first quarter of 2016 and 2015, the movement regarding Goodwill was as follows:

Amounts in Euro	31-03-2016	31-12-2015
<b>Opening balance</b>	<b>335,643,370</b>	<b>296,680,236</b>
Change in scope	-	27,436,872
Acquisitions	-	37,681,421
Disposals	-	(13,240,613)
Exchange rate adjustment	2,494,816	(12,914,546)
<b>Closing balance</b>	<b>338,138,186</b>	<b>335,643,370</b>

Note: Net of impairment losses (Note 22)

As of 31 March 2016 and 31 December 2015, Goodwill was comprised as follows

Amounts in Euro	31-03-2016	31-12-2015
Cement and derivatives	178,807,724	176,312,908
Pulp and paper	122,907,528	122,907,528
Environment	36,422,934	36,422,934
	<b>338,138,186</b>	<b>335,643,370</b>

## 13. PROPERTY, PLANT AND EQUIPMENT

The following movements were registered in the three months period ended 31 March 2016 and in the year ended 31 December 2015 under the caption Property, plant and equipment, as well as on the respective depreciation and impairment losses accounts:

Amounts in Euro	Land	Buildings and other constructions	Equipments and other tangibles	Assets under construction	Total
<b>Acquisition Cost</b>					
<b>Amount as of 1 January 2015</b>	<b>370,106,877</b>	<b>997,199,702</b>	<b>4,851,367,332</b>	<b>61,702,791</b>	<b>6,280,376,702</b>
Change of consolidation perimeter	63,820,274	65,750,405	201,416,646	85,128,653	416,115,978
Acquisition	3,744,300	5,687,667	8,992,121	160,494,992	178,919,080
Disposals	(1,946,403)	(3,274,977)	(4,412,902)	(56,445)	(9,690,727)
Adjustments, transfers and write-off's	750,248	47,142,941	150,050,882	(197,311,209)	632,862
Exchange rate adjustment	(8,798,722)	(10,489,982)	(17,492,500)	(6,808,638)	(43,589,842)
<b>Amount as of 31 December 2015</b>	<b>427,676,574</b>	<b>1,102,015,756</b>	<b>5,189,921,579</b>	<b>103,150,144</b>	<b>6,822,764,053</b>
Acquisition	137,221	9,168	2,857,765	48,009,162	51,013,316
Disposals	-	(13,711)	(402,069)	-	(415,780)
Adjustments, transfers and write-off's	(97)	494,052	9,032,721	(9,863,785)	(337,109)
Exchange rate adjustment	19,445	(256,466)	(6,688,549)	(998,992)	(7,924,562)
<b>Amount as of 31 March 2016</b>	<b>427,833,143</b>	<b>1,102,248,799</b>	<b>5,194,721,447</b>	<b>140,296,529</b>	<b>6,865,099,918</b>
<b>Accumulated depreciations and impairment losses</b>					
<b>Amount as of 1 January 2015</b>	<b>(52,326,209)</b>	<b>(646,683,431)</b>	<b>(3,569,237,738)</b>	<b>(2,389,186)</b>	<b>(4,270,636,564)</b>
Change of consolidation perimeter	(839,748)	(3,019,328)	(20,896,664)	-	(24,755,740)
Amortizations and impairment losses	(4,569,572)	(19,217,571)	(169,284,196)	(1,778,035)	(194,849,374)
Disposals	-	1,570,751	3,723,862	-	5,294,613
Adjustments, transfers and write-off's	1,410,010	4,526,592	1,645,122	(1)	7,581,723
Exchange rate adjustment	(342,925)	(1,653,241)	(6,890,236)	425,632	(8,460,770)
<b>Amount as of 31 December 2015</b>	<b>(56,668,444)</b>	<b>(664,476,228)</b>	<b>(3,760,939,850)</b>	<b>(3,741,590)</b>	<b>(4,485,826,112)</b>
Amortizations and impairment losses	(1,118,161)	(4,808,183)	(45,801,457)	-	(51,727,801)
Disposals	-	-	364,081	-	364,081
Adjustments, transfers and write-off's	-	12,756	(2,380,849)	-	(2,368,093)
Exchange rate adjustment	495,012	3,171,446	9,035,735	-	12,702,193
<b>Amount as of 31 March 2016</b>	<b>(57,291,593)</b>	<b>(666,100,209)</b>	<b>(3,799,722,340)</b>	<b>(3,741,590)</b>	<b>(4,526,855,732)</b>
<b>Net book value as of 1 January 2015</b>	<b>317,780,668</b>	<b>350,516,271</b>	<b>1,282,129,594</b>	<b>59,313,605</b>	<b>2,009,740,138</b>
<b>Net book value as of 31 December 2015</b>	<b>371,008,130</b>	<b>437,539,528</b>	<b>1,428,981,729</b>	<b>99,408,554</b>	<b>2,336,937,941</b>
<b>Net book value as of 31 March 2016</b>	<b>370,541,550</b>	<b>436,148,590</b>	<b>1,394,999,107</b>	<b>136,554,939</b>	<b>2,338,244,186</b>

## 14. INVESTMENTS IN ASSOCIATES

As of 31 March 2016 and 31 December 2015, Investment in associates comprised:

Entities	% Held	Book Value		% Held	31-12-2015
		31-03-2016			
Associated companies					
Setefrete, SGPS, S.A.	25.00%	2,895,568		25.00%	2,895,568
MC - Materiaux de Construction	49.36%	2,206		49.36%	2,264
J.M.J. - Henriques, Lda.	50.00%	378,434		50.00%	378,442
Ave, S.A.	35.00%	25,316		35.00%	127,434
		3,301,524			3,403,708

The following movements were registered in this caption during the three months period ended 31 March 2016 and the year ended 31 December 2015:

Amounts in Euro	31-03-2016	31-12-2015
<b>Opening balance</b>	<b>3,403,708</b>	<b>87,086,273</b>
Change in consolidation perimeter	-	(77,889,593)
Group share of (loss) / gains of associated companies and joint ventures	39,370	(4,287,184)
Dividends received	(141,497)	(1,505,827)
Exchange rate adjustments	(57)	39
<b>Saldo Final</b>	<b>3,301,524</b>	<b>3,403,708</b>

## 15. RECEIVABLES AND OTHER CURRENT ASSETS:

As of 31 March 2016 and 31 December 2015, the caption Receivables and other current assets comprised:

Amounts in Euro	31/03/2016	31/12/2015
Accounts receivable	255,859,230	253,590,438
Accounts receivable - related parties (Note 23)	1,549,490	879,025
Derivative financial instruments (Note 22)	5,852,058	3,650,428
Other receivables	33,057,299	27,438,052
Accrued income	2,546,113	3,451,731
Deferred costs	24,282,210	20,585,542
	<b>323,146,400</b>	<b>309,595,216</b>

As of 31 March 2016 and 31 December 2015, the captions Accrued income and Deferred costs comprised:

Amounts in Euro	31-03-2016	31-12-2015
<b>Accrued income</b>		
Interest receivable	735,475	776,353
Other	1,810,638	2,675,378
	<b>2,546,113</b>	<b>3,451,731</b>
<b>Deferred costs</b>		
Maintenance and repair	359,438	-
Insurance	6,645,569	669,351
Rents and leases	5,460,891	270,753
Post-employment plans	3,312,462	3,755,326
Other	8,503,850	15,890,112
	<b>24,282,210</b>	<b>20,585,542</b>
	<b>26,828,323</b>	<b>24,037,273</b>

## 16. SHARE CAPITAL AND TREASURY SHARES

At 31 March 2016 and 31 December 2015, Semapa share capital was fully subscribed and paid up, being represented by 81,645,523 shares with a unit nominal value of 1 Euro.

At 31 March 2016 and 31 December 2015, the following entities had substantial holdings in the company's capital:

Name	Number of shares	%	
		31-03-2016	31-12-2015
Longapar, SGPS, S.A.	22,225,400	27.22	27.22
Cimo - Gestão de Participações, SGPS, S.A.	16,199,031	19.84	19.84
Sodim, SGPS, S.A.	15,252,726	18.68	18.68
Bestinver Gestión, SGIIC, S.A.	7,166,756	8.78	8.78
Cimigest, SGPS, S.A.	3,185,019	3.90	3.90
Santander Asset Management España, SA	2,268,346	2.78	2.78
Sociedade Agrícola da Quinta da Vialonga, S.A.	625,199	0.77	0.77
OEM - Organização de Empresas, SGPS, S.A.	535,000	0.66	0.66
Treasury shares	384,952	0.47	0.01
Other shareholders with less than 2% participation	13,803,094	16.91	17.37
	<b>81,645,523</b>	<b>100.00</b>	<b>100.00</b>

During the period between 1 January 2016 and 31 March 2016, Semapa, SGPS, S.A. acquired 379,422 treasury shares, corresponding to 0.471% of its share capital.

Additionally, after 31 March 2016 and until the financial statements approval, Semapa, SGPS, S.A. acquired 31,504 treasury shares, holding now 0.510% of its own capital.

## 17. RESERVES

As of 31 March 2016 and 31 December 2015, the captions Fair value reserves, Translation reserves and Other reserves comprised:

Amounts in Euro	31-03-2016	31-12-2015
Fair value of financial instruments	(4,786,289)	(3,639,345)
Other fair value reserves	(1,281,742)	(1,281,742)
<b>Total amount of fair value reserves</b>	<b>(6,068,031)</b>	<b>(4,921,087)</b>
<b>Translation reserve</b>	<b>(63,419,996)</b>	<b>(65,903,206)</b>
Legal reserves	23,666,489	23,666,489
Others reserves	642,029,919	642,029,919
<b>Total amount of other reserves</b>	<b>665,696,408</b>	<b>665,696,408</b>
<b>Total reserves</b>	<b>596,208,381</b>	<b>594,872,115</b>

## 18. DEFERRED TAXES

The following movement took place in the caption Deferred tax assets and liabilities during the three months period ended 31 March 2016:

Amounts in Euro	As of 1 January 2016	Exchange adjustment	Income Statement		Retained earnings	Transfers	Assets held for sale	As of 31 March 2016
			Increases	Decreases				
<b>Temporary differences originating deferred tax assets</b>								
Tax losses carried forward	23,773,019	1,474,952	5,411,247	174,133	-	(174,133)	-	30,659,218
Taxed provisions	25,295,497	(293,064)	1,249,917	(522,944)	-	-	-	25,729,406
Harmonisation of depreciation criteria	106,391,961	-	-	(5,814,718)	-	(1)	-	100,577,242
Pensions and other post-employment benefits	5,903,648	(2,629)	11,419	(125,164)	-	-	-	5,787,274
Financial Instruments	5,337,254	-	-	-	5,965,232	-	-	11,302,486
Deferred accounting gains on inter-group transactions	28,069,893	429	14,821,809	-	-	-	-	42,892,131
Valuing growth forests	1,275,824	-	-	(1,024,396)	-	1	-	251,429
Fiscal investment incentives	14,766,526	-	1,109,664	(364,723)	-	-	-	15,511,467
Fair value of business combinations	1,678,976	(73,467)	-	-	-	-	-	1,605,509
Other temporary differences	11,956,517	330,738	69,653	(4,008,593)	-	718,103	-	9,066,418
	<b>224,449,115</b>	<b>1,436,959</b>	<b>22,673,709</b>	<b>(11,686,405)</b>	<b>5,965,232</b>	<b>543,970</b>	<b>-</b>	<b>243,382,580</b>
<b>Temporary differences originating deferred tax liabilities</b>								
Fixed tangible asset revaluation	(56,949,332)	(2,280,203)	-	113,706	-	(1)	-	(59,115,830)
Pensions and other post-employment benefits	(3,965,861)	-	(40,941)	1,012,317	(677,927)	1	-	(3,672,411)
Financial Instruments	(234,446)	-	-	-	(1,667,674)	-	-	(1,902,120)
Tax Benefits	(11,991,792)	-	-	-	62,332	-	-	(11,929,460)
Harmonisation of depreciation criteria	(470,774,266)	74,745	(2,182,663)	5,834,438	-	-	-	(467,047,746)
Deferred accounting losses on inter-group transactions	(689,367)	-	-	19,850	-	-	-	(669,517)
Fair Value of intangible assets - brands	(250,854,281)	1,037,790	-	4,807	-	-	-	(249,811,684)
Fair Value of tangible assets	(142,048,141)	-	-	3,817,887	-	1	-	(138,230,253)
Fair value of business combinations	(193,509,554)	1,539,755	-	2,465,414	-	-	(7,578)	(189,511,963)
Other temporary differences	(2,726,080)	(115,508)	1,192,362	184,261	-	1	-	(1,464,964)
	<b>(1,133,743,120)</b>	<b>256,579</b>	<b>(1,031,242)</b>	<b>13,452,680</b>	<b>(2,283,269)</b>	<b>2</b>	<b>(7,578)</b>	<b>(1,123,355,948)</b>
<b>Deferred tax assets</b>	<b>74,480,542</b>	<b>549,986</b>	<b>5,247,882</b>	<b>(1,952,938)</b>	<b>1,618,452</b>	<b>(2)</b>	<b>-</b>	<b>79,943,922</b>
<b>Deferred tax liabilities</b>	<b>(305,515,909)</b>	<b>(491,299)</b>	<b>41,459</b>	<b>3,153,968</b>	<b>(627,899)</b>	<b>4</b>	<b>(1,687)</b>	<b>(303,441,363)</b>

## 19. PROVISIONS

The following movement took place in the caption Provisions during the three-month period ended 31 March 2016 and the year ended 31 December 2015:

Amounts in Euro	Legal claims	Tax claims	Environmental restauration	Others	Total
<b>As of 1 January 2015</b>	<b>2,943,468</b>	<b>24,107,664</b>	<b>7,179,748</b>	<b>47,704,588</b>	<b>81,935,468</b>
Increases	21,191	-	419	12,157,745	12,179,355
Reversals	(52,236)	-	(157,298)	(20,960,448)	(21,169,982)
Direct utilisations	-	-	(174,155)	(2,369,223)	(2,543,378)
Exchange rate adjustments	-	-	(1,431)	163,552	162,121
Financial discounts	-	-	289,714	-	289,714
Transfers and adjustments	(286,376)	32,106,930	-	398,323	32,218,877
<b>As of 31 December 2015</b>	<b>2,626,047</b>	<b>56,214,594</b>	<b>7,144,503</b>	<b>38,245,671</b>	<b>104,230,815</b>
Change in consolidation perimeter	-	-	-	-	-
Increases (Note 6)	-	-	157	1,489,707	1,489,864
Reversals (Note 6)	(965)	-	(39,325)	(403,814)	(444,104)
Direct utilisations	-	-	-	(123,205)	(123,205)
Exchange rate adjustments	-	-	323	(217,272)	(216,949)
Financial discounts	-	-	72,372	-	72,372
Transfers and adjustments	(1,102)	(5,800,629)	-	-	(5,801,731)
<b>As of 31 March 2016</b>	<b>2,623,980</b>	<b>50,413,965</b>	<b>7,178,030</b>	<b>38,991,087</b>	<b>99,207,062</b>

The amount shown as Others is related with provisions for multiple risks of different natures, which may originate cash outflows in the future.

## 20. INTEREST-BEARING LIABILITIES

As of 31 March 2016 and 31 December 2015, the Group's net debt was as follows:

Amounts in Euro	31-03-2016	31-12-2015
<b>Interest-bearing liabilities</b>		
Non-current	1,321,767,107	1,497,214,815
Current	669,174,633	512,032,570
	<b>1,990,941,740</b>	<b>2,009,247,385</b>
<b>Cash and cash equivalents</b>		
Cash	535,560	360,705
Short term bank deposits	139,982,112	60,639,929
Other short term investments	41,525,905	145,255,130
	<b>182,043,577</b>	<b>206,255,764</b>
<b>Interest bearing net debt</b>	<b>1,808,898,163</b>	<b>1,802,991,621</b>

## NON-CURRENT INTEREST-BEARING LIABILITIES

As of 31 March 2016 and 31 December 2015, Non-current interest-bearing liabilities were as follows:

Amounts in Euro	31-03-2016	31-12-2015
<b>Non-current</b>		
Bond loans	666,000,000	760,000,000
Commercial paper	155,000,000	213,700,000
Bank loans	488,858,554	509,945,116
Expenses with loans issuing	(8,803,084)	(10,799,427)
<b>Interest-bearing bank debt</b>	<b>1,301,055,470</b>	<b>1,472,845,689</b>
Financial leases	2,608,640	2,913,024
Other loans - IAPMEI	6,097,883	6,788,396
Other loans - QREN	-	601,846
Other loans	12,005,114	14,065,860
<b>Other interest-bearing debts</b>	<b>20,711,637</b>	<b>24,369,126</b>
<b>Non-current interest-bearing liabilities</b>	<b>1,321,767,107</b>	<b>1,497,214,815</b>

## CURRENT INTEREST-BEARING LIABILITIES

As of 31 March 2016 and 31 December 2015, Current interest-bearing liabilities were as follows:

Amounts in Euro	31-03-2016	31-12-2015
<b>Current</b>		
Bond loans	326,087,000	176,087,000
Commercial paper	177,400,000	158,750,000
Bank loans	104,846,453	122,126,511
Expenses with bond loans issuing	(4,246,259)	(2,577,430)
<b>Interest-bearing bank debt</b>	<b>604,087,194</b>	<b>454,386,081</b>
Shareholders short-term loans (Note 23)	21,499,271	21,710,283
Financial leases	894,838	917,559
Other loans - QREN	688,377	2,837,311
Other debts	42,004,953	32,181,336
<b>Other interest-bearing debts</b>	<b>65,087,439</b>	<b>57,646,489</b>
<b>Current interest-bearing liabilities</b>	<b>669,174,633</b>	<b>512,032,570</b>

## 21. PAYABLES AND OTHER CURRENT LIABILITIES

As of 31 March 2016 and 31 December 2015, the caption Payables and other current liabilities comprised:

Amounts in Euro	31/03/2016	31/12/2015
Accounts payable to suppliers	197,217,066	186,396,831
Accounts payable to suppliers of tangible assets	11,866,936	12,190,493
Instituto do Ambiente	15,940,962	18,471,042
Derivative financial instruments (Note 22)	11,612,086	6,266,980
Other creditors	10,656,705	12,264,514
Related parties (Note 23)	2,954,223	4,118,271
Accrued costs	108,512,522	104,329,085
Deferred income	23,884,780	14,147,807
	<b>382,645,280</b>	<b>358,185,023</b>



As of 31 March 2016 and 31 December 2015, the captions Accrued costs and Deferred income comprised:

Amounts in Euro	31-03-2016	31-12-2015
<b>Accrued costs</b>		
Insurance costs	111,710	112,841
Payroll expenses	61,223,919	51,055,225
Interests payable	16,996,494	15,167,923
Accrued energy costs	10,147,347	10,384,355
Transport services	450,929	809,553
Conservation expenses	228,458	-
Bank services	241,676	189,851
Audit fees	63,547	54,990
Consulting fees	1,076,654	1,521,309
IT Services	176,970	219,505
Other	17,794,818	24,813,533
	<b>108,512,522</b>	<b>104,329,085</b>
<b>Deferred Income</b>		
Government grants	6,279,177	6,280,003
Grants - CO2 emission allowances	17,143,622	7,526,256
Others	461,981	341,548
	<b>23,884,780</b>	<b>14,147,807</b>

## 22. DERIVATIVE FINANCIAL INSTRUMENTS

As of 31 March 2016 and 31 December 2015, the fair value of hedging and trading derivative financial instruments was as follows:

Amounts in Euro	Amount	Maturity	31/03/2016			31/12/2015
			Positive	Negative	Net	Net
<b>Hedging</b>						
Interest rate collar (SWAP's)	175,000,000	2016	-	(2,281,383)	(2,281,383)	(2,282,117)
Coverage of net investment USD	25,050,000	2016	1,493,644	-	1,493,644	543,992
Exchange rate forwards (future sales) USD	175,800,000	2016	1,667,674	-	1,667,674	-
Interest rate swaps (SWAP'S) EUR	365,000,000	2020/23	-	(8,714,889)	(8,714,889)	(2,467,618)
			<b>3,161,318</b>	<b>(10,996,272)</b>	<b>(7,834,954)</b>	<b>(4,205,743)</b>
<b>Trading</b>						
Exchange rate forwards (USD)	83,300,000	2016	2,146,075	-	2,146,075	1,302,089
Exchange rate forwards (GBP)	12,550,000	2016	544,665	-	544,665	229,435
Future purchase of CO2 licenses	1,931,000	2018	-	(615,814)	(615,814)	57,667
			<b>2,690,740</b>	<b>(615,814)</b>	<b>2,074,926</b>	<b>1,589,191</b>
			<b>5,852,058</b>	<b>(11,612,086)</b>	<b>(5,760,028)</b>	<b>(2,616,552)</b>

## 23. BALANCES AND TRANSACTIONS WITH RELATED PARTIES

As of 31 March 2016 and 31 December 2015, balances with related parties are detailed as follows:

Amounts in Euro	31-03-2016			31-12-2015		
	Other Receivables (Note 15)	Other payables (Note 21)	Interest-bearing liabilities (Note 20)	Other Receivables (Note 15)	Other payables (Note 21)	Interest-bearing liabilities (Note 20)
<b>Shareholders</b>						
Cimigest, SGPS, S.A.	-	-	2,526,279	-	-	2,754,259
Longapar, SGPS, S.A.	-	1,160	16,906,774	-	1,160	16,890,763
OEM SGPS, S.A.	-	-	2,066,218	-	-	2,065,261
<b>Other related entities</b>						
Ave-Gestão Ambiental, S.A.	107,517	204,361	-	105,490	588,654	-
Cimilonga - Imobiliária, S.A.	-	8,129	-	-	-	-
Cotif Sicar	-	52,127	-	-	182,002	-
Enermontijo, S.A.	629,219	3,520	-	-	-	-
Inertogrande	211,795	-	-	211,296	-	-
J.M.J. Henriques, Lda.	121,775	-	-	121,275	-	-
Secil Prebetão, S.A.	417,199	41,769	-	385,520	19,670	-
Secil Unicon - S.G.P.S., Lda.	61,985	-	-	55,444	-	-
Seribo, S.A.	-	316,299	-	-	315,097	-
Setefrete - Soc. Tráfego Cargas, S.A.	-	7,527	-	-	300,942	-
Other related parties	-	2,319,331	-	-	2,710,746	-
<b>Total</b>	<b>1,549,490</b>	<b>2,954,223</b>	<b>21,499,271</b>	<b>879,025</b>	<b>4,118,271</b>	<b>21,710,283</b>

For the three months period ended 31 March 2016 and 2015, transactions with shareholders and other related parties were as follows:

1st Q 2016				
Amounts in Euro	Service purchase	Sales of goods and services rendered	Operating income	Financial (losses)/gains
<b>Shareholders</b>				
Cimigest SGPS, S.A.	(26,935)	-	-	(3,359)
Longapar, SGPS, S.A.	-	-	-	(21,348)
OEM SGPS, S.A.	-	-	-	(2,610)
	<b>(26,935)</b>	<b>-</b>	<b>-</b>	<b>(27,317)</b>
<b>Other related entities</b>				
Ave-Gestão Ambiental, S.A.	(728,362)	13,383	(4,217)	-
Cimilonga - Imobiliária, S.A.	102,728	-	-	-
Enermontijo, S.A.	47,167	293,999	-	-
Enerpar, SGPS, S.A.	85,398	-	-	-
Secil Prebetão, S.A.	(10,924)	173,027	23,943	1,294
Setefrete, S.A.	(515,236)	-	24,086	-
Others	-	-	-	(1,285)
	<b>(1,019,229)</b>	<b>480,409</b>	<b>43,812</b>	<b>9</b>

Amounts in Euro	1st Q 2015			
	Service purchase	Sales of goods and services rendered	Operating income	Financial (losses)/gains
<b>Shareholders</b>				
Cimigest SGPS, S.A.	(26,935)	-	-	-
Longapar, SGPS, S.A.	-	-	-	-
OEM SGPS, S.A.	-	-	-	(1,990)
	<b>(26,935)</b>	<b>-</b>	<b>-</b>	<b>(1,990)</b>
<b>Other related entities</b>				
Ave-Gestão Ambiental, S.A.	(1,133,777)	1,026	10,896	-
Seribo, S.A.	-	-	-	(401)
Secil Prebetão, S.A.	(19,859)	176,976	1,070	66
Setefrete, S.A.	(940,293)	-	31,330	-
Supremo Cimentos, S.A.	-	2,935,234	-	-
Others	-	-	-	(28)
	<b>(2,093,929)</b>	<b>3,113,236</b>	<b>43,296</b>	<b>(363)</b>

## 24. NUMBER OF EMPLOYEES

As of 31 March 2016 and 31 December 2015 the number of employees in service of the Group's several companies, by business segment were 5.823 and 5.621, respectively.

## 25. COMPANIES INCLUDED IN THE CONSOLIDATION

Name	Head Office	Direct and indirect % of equity held by Semapa		
		Direct	Indirect	Total
Parent - company:				
Semapa - Sociedade de Investimento e Gestão, SGPS, S.A.	Lisbon			
Subsidiaries:				
Seminv, SGPS, S.A.	Lisbon	100.00	-	100.00
Seinpart, SGPS, S.A.	Lisbon	49.00	51.00	100.00
Seinpar Investments, B.V.	Amsterdam	100.00	-	100.00
Semapa Inversiones S.L.	Madrid	100.00	-	100.00
Celcimo S.L.	Madrid	-	100.00	100.00
Inspiredplace, S.A.	Lisbon	100.00	-	100.00

## SUBSIDIARIES OF THE SUBGROUP NAVIGATOR (PREVIOUSLY DESIGNATED AS PORTUCEL)

Name	Head Office	% direct and indirect equity held by The Navigator Company			% of shares held by Semapa
		Direct	Indirect	Total	
Parent - company:					
The Navigator Company, S. A.	Setubal	35.71	33.69	69.40	69.40
Subsidiaries:					
Navigator Paper Figueira, S.A.	Figueira da Foz	100.00	-	100.00	69.40
Portucel Florestal, SA	Setubal	100.00	-	100.00	69.40
Navigator Parques Industriais, SA	Setubal	100.00	-	100.00	69.40
Aboutbalance - SGPS, SA	Lisbon	100.00	-	100.00	69.40
Navigator Tissue Rodão, SA	Vila Velha de Ródão	-	100.00	100.00	69.40
Navigator Tissue Cacia, SA	Aveiro	-	100.00	100.00	69.40
Navigator Internacional Holding SGPS SA	Setubal	100.00	-	100.00	69.40
Portucel Moçambique - Sociedade de Desenvolvimento Florestal e Industrial, Lda	Mozambique	20.05	60.15	80.20	55.66
Portucel Florestal Brasil - Gestão de Participações, Ltda	Brazil	25.00	75.00	100.00	69.40
Colombo Energy Inc.	USA	-	100.00	100.00	69.40
Portucel Finance, Zoo	Poland	25.00	75.00	100.00	69.40
Portucel Africa, SRL	Italy	-	100.00	100.00	69.40
Navigator Floresta, SGPS, SA	Setubal	100.00	-	100.00	69.40
Sociedade de Vinhos da Herdade de Espirra - Produção e Comercialização de Vinhos, SA	Setubal	-	100.00	100.00	69.40
Gavião - Sociedade de Caça e Turismo, S.A.	Setubal	-	100.00	100.00	69.40
Navigator Forest Portugal, SA	Setubal	-	100.00	100.00	69.40
Afocelca - Agrupamento complementar de empresas para protecção contra incêndios ACE	Portugal	-	64.80	64.80	44.97
Viveiros Aliança - Empresa Produtora de Plantas, SA	Palmela	-	100.00	100.00	69.40
Atlantic Forests, SA	Setubal	-	100.00	100.00	69.40
Raiz - Instituto de Investigação da Floresta e Papel	Aveiro	-	94.00	94.00	65.24
Bosques do Atlantico, SL	Spain	-	100.00	100.00	69.40
Navigator Pulp Holding ,SGPS, S.A.	Setubal	100.00	-	100.00	69.40
Navigator Pulp Figueira, SA	Figueira da Foz	-	100.00	100.00	69.40
Navigator Pulp Setúbal, S.A.	Setubal	-	100.00	100.00	69.40
Navigator Pulp Cacia, S.A.	Aveiro	-	100.00	100.00	69.40
Portucel International GmbH	Germany	-	100.00	100.00	69.40
Navigator Paper Holding ,SGPS, S.A.	Setubal	100.00	-	100.00	69.40
About the Future - Empresa Produtora de Papel, SA	Setubal	-	100.00	100.00	69.40
Navigator Paper Setúbal, S.A.	Setubal	-	100.00	100.00	69.40
Portucel Soporcel North America Inc.	USA	-	100.00	100.00	69.40
PortucelSoporcel Sales & Marketing NV	Belgium	25.00	75.00	100.00	69.40
Navigator Lusa, Lda	Figueira da Foz	-	100.00	100.00	69.40
Navigator Fine Paper , S.A.	Setubal	-	100.00	100.00	69.40
PortucelSoporcel Switzerland	Switzerland	25.00	75.00	100.00	69.40
PortucelSoporcel Afrique du Nord	Morocco	-	100.00	100.00	69.40
PortucelSoporcel España, SA	Spain	-	100.00	100.00	69.40
PortucelSoporcel Netherlands, BV	Netherlands	-	100.00	100.00	69.40
PortucelSoporcel France, EURL	France	-	100.00	100.00	69.40
PortucelSoporcel United Kingdom, Ltd	UK	-	100.00	100.00	69.40
PortucelSoporcel Italia, SRL	Italy	-	100.00	100.00	69.40
PortucelSoporcel Deutschland, GmbH	Germany	-	100.00	100.00	69.40
PortucelSoporcel Handels, GmbH	Austria	-	100.00	100.00	69.40
PortucelSoporcel Poland SP Z O	Poland	-	100.00	100.00	69.40
PortucelSoporcel Eurasia	Turkey	-	100.00	100.00	69.40
PortucelSoporcel Russia, LLC	Russia	-	100.00	100.00	69.40
Navigator Biomass Energy ,SGPS, S.A.	Setubal	100.00	-	100.00	69.40
Enerpulp – Cogeração Energética de Pasta, SA	Setubal	-	100.00	100.00	69.40
Navigator Participações Holding ,SGPS, S.A.	Setubal	100.00	-	100.00	69.40
Arboser – Serviços Agro-Industriais, SA	Setubal	-	100.00	100.00	69.40
EMA21 - Engenharia e Manutenção Industrial Século XXI, SA	Setubal	-	100.00	100.00	69.40
Ema Cacia - Engenharia e Manutenção Industrial, ACE	Aveiro	-	91.15	91.15	63.26
Ema Setúbal - Engenharia e Manutenção Industrial, ACE	Setúbal	-	92.56	92.56	64.24
Ema Figueira da Foz- Engenharia e Manutenção Industrial, ACE	Figueira da Foz	-	91.47	91.47	63.48
Empremédia - Corretores de Seguros, Lda	Lisboa	-	100.00	100.00	69.40
EucaliptusLand, SA	Setubal	-	100.00	100.00	69.40
Headbox - Operação e Contolo Industrial, SA	Setubal	-	100.00	100.00	69.40
Cutpaper - Transformação, Corte e Embalagem de Papel, ACE	Figueira da Foz	-	50.00	50.00	34.70
Navigator Added Value, SA	Figueira da Foz	-	100.00	100.00	69.40
Navigator Abastecimento de Madeira, ACE	Setubal	33.33	66.66	99.99	69.39

## SUBSIDIARIES OF THE SUBGROUP SECIL

Name	Head Office	% direct and indirect equity held by Secil			% of shares held by Semapa
		Direct	Indirect	Total	
Parent - company:					
Secil - Companhia Geral de Cal e Cimento, S.A.	Setubal	-	99,998	99,998	99,998
Subsidiaries					
Hewbol, S.G.P.S., Lda.	Funchal	100,00	-	100,00	99,998
Somera Trading Inc.	Panama	-	100,00	100,00	99,998
Secil Cabo Verde Comércio e Serviços, Lda.	Praia	-	100,00	100,00	99,998
ICV - Inertes de Cabo Verde, Lda.	Praia	37,50	25,00	62,50	62,499
Florimar- Gestão e Participações, S.G.P.S., Lda.	Funchal	100,00	-	100,00	99,998
Sociedade de Inertes, Lda	Nacala	-	100,00	100,00	99,998
Seciment Investments, B.V.	Amsterdam	100,00	-	100,00	99,998
I3 Participações e Serviços, Ltda.	Rio de Janeiro	-	100,00	100,00	99,998
Serife - Sociedade de Estudos e Realizações Industriais e de Fornecimento de Equipamento, Lr	Lisbon	100,00	-	100,00	99,998
Silonor, S.A.	Dunkerque	100,00	-	100,00	99,998
Société des Ciments de Gabés	Tunis	98,72	-	98,72	98,716
Sud- Béton- Société de Fabrication de Béton du Sud	Tunis	-	98,72	98,72	98,716
Zarzis Béton	Tunis	-	98,52	98,52	98,519
Secil Angola, SARL	Luanda	100,00	-	100,00	99,998
Secil - Companhia de Cimento do Lobito, S.A.	Lobito	-	51,00	51,00	50,999
Secil, Betões e Inertes, S.G.P.S., S.A.	Setubal	100,00	-	100,00	99,998
Unibetão - Indústrias de Betão Preparado, S.A.	Lisbon	-	100,00	100,00	99,998
Britobetão - Central de Betão, Lda.	Évora	-	91,00	91,00	90,998
Secil Britas, S.A.	Lisbon	-	100,00	100,00	99,998
Lusoinertes, S.A.	Lisbon	-	100,00	100,00	99,998
Secil Martingança - Aglomerantes e Novos Materiais para a Construção, S.A.	Leiria	51,19	48,81	100,00	99,998
IRP - Industria de Rebocos de Portugal, S.A.	Santarém	-	75,00	75,00	74,998
Giminpart - Investimentos e Participações, S.G.P.S., S.A.	Lisbon	100,00	-	100,00	99,998
ALLMA - Microalgas, Lda.	Leiria	-	70,00	70,00	69,999
Argibetão - Sociedade de Novos Produtos de Argila e Betão, S.A.	Lisbon	-	90,96	90,96	90,958
Cimentos Costa Verde - Comércio de Cimentos, S.A.	Lisbon	-	100,00	100,00	99,998
Prescor Produção de Escórias Moídas, Lda.	Lisbon	-	100,00	100,00	99,998
NSOSPE - Empreendimentos e Participações, SA	Brazil	-	100,00	100,00	99,998
Supremo Cimentos, SA	Brazil	-	100,00	100,00	99,998
Margem - Companhia de Mineração, SA	Brazil	-	100,00	100,00	99,998
Nacional Mineração e Engenharia S.A.	Brazil	-	100,00	100,00	99,998
CMP - Cimentos Maceira e Pataias, S.A.	Leiria	100,00	-	100,00	99,998
Ciments de Sibline, S.A.L.	Beirut	28,64	22,41	51,05	51,049
Soime, S.A.L.	Beirut	-	51,05	51,05	51,049
Cimentos Madeira, Lda.	Funchal	57,14	-	57,14	57,142
Beto Madeira - Betões e Britas da Madeira, S.A.	Funchal	-	57,14	57,14	57,142
Promadeira - Sociedade Técnica de Construção da Ilha da Madeira, Lda.	Funchal	-	57,14	57,14	57,142
Brimade - Sociedade de Britas da Madeira, S.A.	Funchal	-	57,14	57,14	57,142
Madebritas - Sociedade de Britas da Madeira, Lda. (a)	Funchal	-	29,14	29,14	29,142
Pedra Regional - Industria Transformadora de Rochas Ornamentais, S.A.	Funchal	-	57,14	57,14	57,142
Allmicroalgae - Natural Products, S.A.	Setubal	-	100,00	100,00	99,998
Uniconcreto - Betão Pronto, S.A.	Lisbon	100,00	-	100,00	99,998

(a) Companies owned 51% by Birmade S.A., and therefore controlled by the Group

## SUBSIDIARIES OF THE SUBGROUP ETSA

Name	Head Office	% direct and indirect equity held by ETSA			% of shares held by Semapa
		Direct	Indirect	Total	
Parent - company:					
ETSA - Investimentos, SGPS, S.A.	Loures	99.99	-	99.99	99.99
Subsidiaries:					
ETSA LOG,S.A.	Loures	100.00	-	100.00	99.99
ABAPOR – Comércio e Industria de Carnes, S.A.	Coruche	100.00	-	100.00	99.99
SEBOL – Comércio e Industria de Sebo, S.A.	Loures	100.00	-	100.00	99.99
ITS – Indústria Transformadora de Subprodutos Animais, S.A.	Coruche	100.00	-	100.00	99.99
BIOLOGICAL - Gestão de Resíduos Industriais, Lda.	Loures	100.00	-	100.00	99.99
AISIB – Aprovechamiento Integral de Subprodutos Ibéricos, S.A.	Mérida	100.00	-	100.00	99.99

## 26. NOTE ADDED FOR TRANSLATION

The accompanying financial statements are a translation of financial statements originally issued in Portuguese. In the event of any discrepancies the Portuguese version prevails.

### THE BOARD OF DIRECTORS

#### CHAIRMAN:

Pedro Mendonça de Queiroz Pereira

#### DIRECTORS:

João Nuno de Sottomayor Pinto de Castello Branco

José Miguel Pereira Gens Paredes

Paulo Miguel Garcês Ventura

Ricardo Miguel dos Santos Pacheco Pires

António Pedro de Carvalho Viana Baptista

Carlos Eduardo Coelho Alves

Francisco José Melo e Castro Guedes

Manuel Custódio de Oliveira

Vítor Manuel Galvão Rocha Novais Gonçalves

Vítor Paulo Paranhos Pereira