



Report and Accounts

1st Quarter **2016**

TABLE OF CONTENTS

1. Identification of the company
2. Summary of the Indicators
3. Teixeira Duarte Group – First quarter of 2016
4. Interim Management Report
 - I. Introduction
 - II. Global Appraisal of the Activity
 - III. Events that Occurred After the End of the 1st Quarter of 2016
 - IV. Outlook for 2016
5. Consolidated Financial Statements
 - I. Consolidated Statement of Financial Position
 - II. Consolidated Statement of Results for the Period
 - III. Consolidated Statement of Other Integrated Income
 - IV. Consolidated Statement of Changes in Equity
 - V. Consolidated Statement of Cash Flows
 - VI. Annex to the Consolidated Financial Statements

Teixeira Duarte, S.A.

LISTED COMPANY

Head Office: Lagoas Park, Edifício 2 - 2740-265 Porto Salvo

Share capital: € 210.000.000

Single Legal Person and

Registration number 509234526 at Cascais Commercial Register (Oeiras)

SUMMARY OF THE INDICATORS

	1st Q 2012	1st Q 2013	1st Q 2014	1st Q 2015	1st Q 2016	Variation 2016/2015 %
Average number of workers	10,412	11,358	12,705	13,548	12,002	(11.4%)
Turnover	283	342	357	359	289	(19.5%)
Operating income	293	354	360	368	297	(19.2%)
EBITDA	39	54	71	34	48	41.0%
EBITDA / Turnover	13.9%	15.7%	19.8%	9.6%	16.8%	75.1%
EBIT	27	38	54	10	30	218.3%
Net Income Attributable to Shareholders	6	7	16	15	(22)	-
Net Debt	927	1,101	1,194	1,357	1,153	(15.0%)
Net income attributable to shareholders	246	284	380	493	361	(26.7%)
Equity total	319	357	411	520	410	(21.0%)
Total of net asset	2,692	2,765	2,755	3,103	2,592	(16.4%)

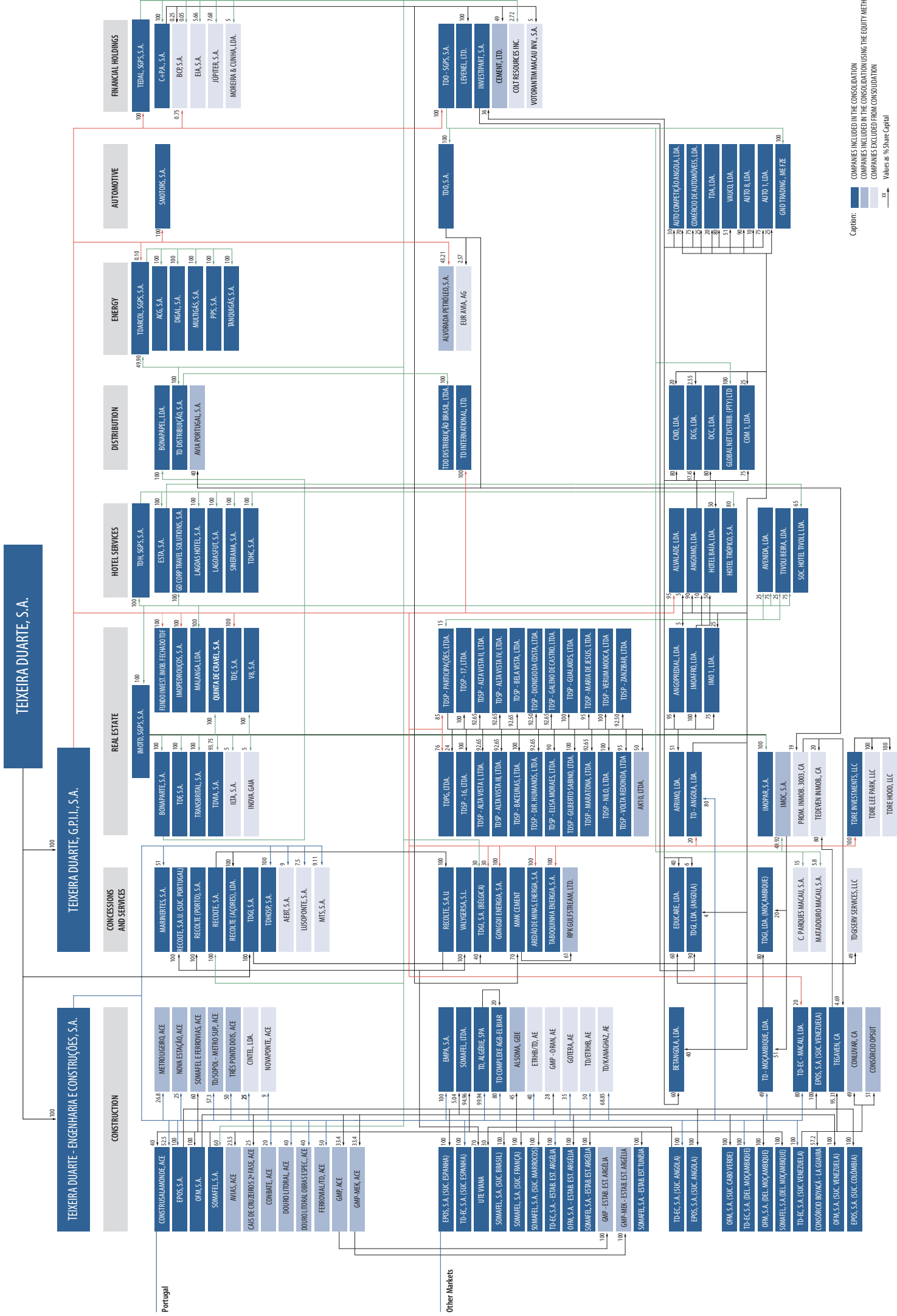
Notes:

The book values are expressed in million euros.

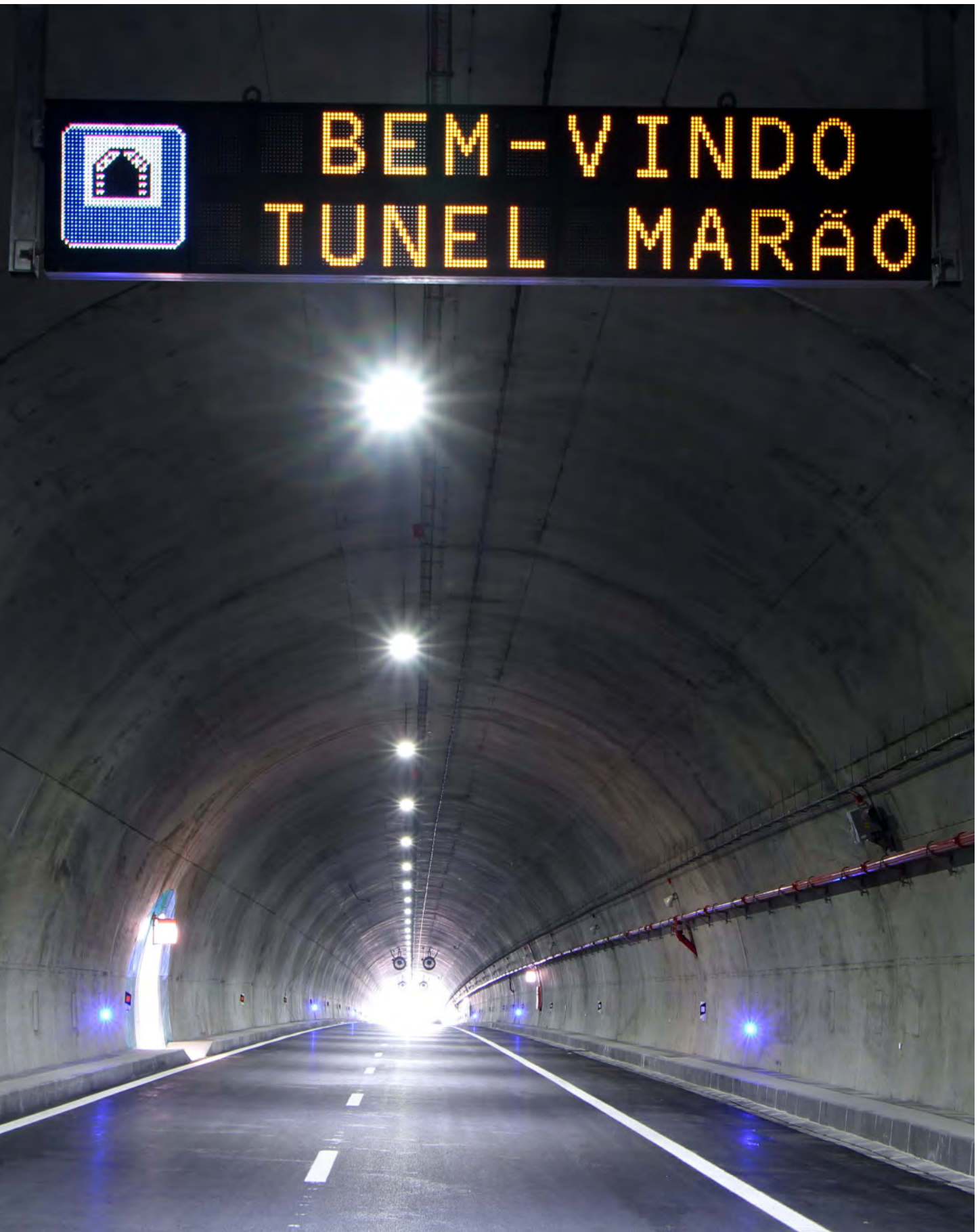
The figures in the "Variation 2016/2015 %" column were calculated based on amounts that were not rounded off.

Total Equity includes non-controlling interests.

TEIXEIRA DUARTE GROUP - 1st Quarter 2016



Interim Management Report



I - INTRODUCTION

Under the terms of, and for the purposes of applicable legal and regulatory provisions TEIXEIRA DUARTE, S.A ("TD, S.A.") hereby discloses the Interim Report referring to the first three months of 2016, of which the attached consolidated financial statements also form a part.

Pursuant to, and under periodic reporting standards, it is hereby clarified that the elements disclosed herein only refer to the consolidated scope, and that the consolidated financial statements at 31 March, 2016 have been prepared using accounting policies consistent with International Financial Reporting Standards ("IFRS"), as adopted by the European Union, in effect for periods beginning on 1 January, 2016, and in accordance with IAS 34 - Interim Financial Reporting.

Notwithstanding the regular monitoring of Teixeira Duarte Group by its Oversight Bodies, as well as through the information report provided to you for the purpose of drafting this document, the elements published herein have no, under the applicable provisions, been audited.

In addition to the Consolidated Financial Statements and the respective annex, this document will also contain a brief presentation about the evolution of the Group's activity during the analysed period. In this regard, emphasis should first be placed on the following topics:

- **Net Results Attributable to Holders of Equity** were negative, amounting to 22.5 million euros;
- **Turnover** of 289.5 million euros;
- **External Market** accounts for 82.2% of turnover;
- **EBITDA** of 48.5 million euros;
- **EBITDA margin / Turnover** of 16.8%;
- **Net Debt** of 1,154 billion euros;
- **Net Group Assets** of 2,592 billion euros;
- **Financial Autonomy** of 15.8%;
- **Teixeira Duarte Group Orders Portfolio** for the construction sector of 2,207 billion euros.

II – GLOBAL APPRAISAL OF THE ACTIVITY

Statement of Results during the periods ended on 31 March 2016 and 2015

	1 st Q 16	1 st Q 15	Var. (%)
Operating income	297,365	367,818	(19.2%)
Operating costs	(248,867)	(333,425)	(25.4%)
EBITDA	48,498	34,393	41.0%
Amortizations and depreciations	(19,770)	(22,650)	(12.7%)
Provisions and impairment losses	1,645	(2,202)	-
EBIT	30,373	9,541	218.3%
Financial Results	(46,402)	17,891	-
Results before taxes	(16,029)	27,432	-
Income tax	4,584	(12,058)	-
Net Income	(11,445)	15,374	-
Attributable to:			
Equity holders	(22,461)	15,268	-
Non-controlling interests	11,016	106	10292.5%

(Values in thousands of Euro)

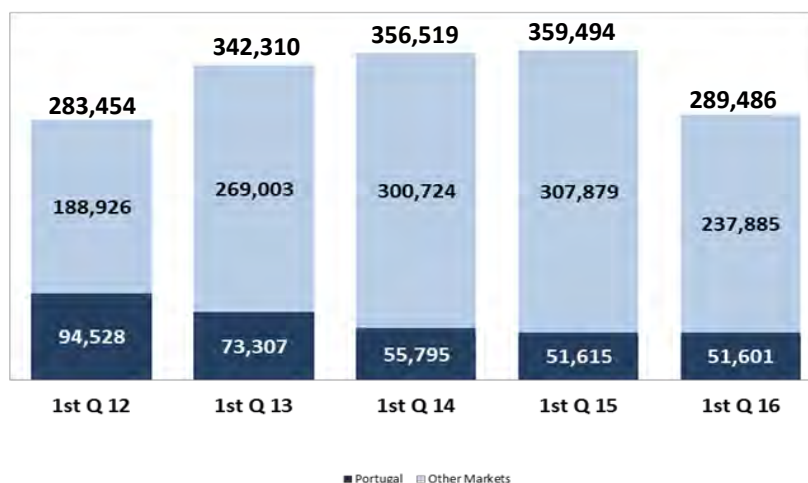
Net Results Attributable to Equity Holders were negative, amounting to 22,461 thousand euros, which represent a significant decrease when compared to the same period of 2015. Two factors have contributed to this, to which it is deemed appropriate to refer.

In effect, in addition to the performance of Group companies when compared to the first three months of the previous year, this indicator was influenced by changes in exchange rate differences, which in March 2016 were negative - amounting to 26,045 thousand euros - whereas during the same period of 2015 they were positive - amounting to 41,183 thousand euros, despite the negative impact, net of deferred taxes, of the loss of 6,368 thousand euros, due to impairment in the share in “Banco Comercial Português, S.A.” recorded during the first quarter of 2016.

Turnover reached 289,486 thousand euros, representing a decrease of 19.5% compared to March 2015, that is a drop of 70,08 thousand euros.

Other markets, which represented 85.6% of this indicator in March last year, experienced an overall decrease of 22.7%, coming to represent 82.2% of the Teixeira Duarte Group’s total turnover.

Evolution of Turnover by Markets



(Values in thousands of Euro)

The tables below present the Turnover detailed by countries and activity sectors, clearly indicating the exposure of the Group to different economic contexts.

Turnover by Country

Country	1st Q 16		1st Q 15		Variation
	Value	Contribution	Value	Contribution	
Portugal	51,601	17.8%	51,615	14.4%	(0.0%)
Angola	120,257	41.5%	194,369	54.1%	(38.1%)
Algeria	23,139	8.0%	21,793	6.1%	6.2%
Brazil	28,389	9.8%	38,855	10.8%	(26.9%)
Spain	8,103	2.8%	10,571	2.9%	(23.3%)
Mozambique	39,448	13.6%	15,468	4.3%	155.0%
Venezuela	12,120	4.2%	26,254	7.3%	(53.8%)
Other	6,429	2.2%	569	0.2%	1029.9%
	289,486	100.0%	359,494	100.0%	(19.5%)

(Values in thousands of Euro)

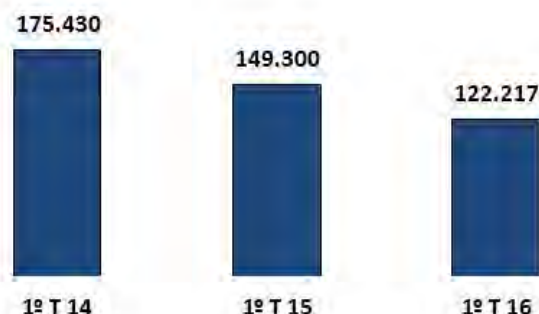
Turnover by Activity Sector

Activity Sector	1st Q 16	Contribution	1st Q 15	Contribution	Variation
Construction	122,217	42.2%	149,300	41.5%	(18.1%)
Concessions and Service	26,301	9.1%	25,941	7.2%	1.4%
Real estate	24,454	8.4%	29,711	8.3%	(17.7%)
Hotel services	12,675	4.4%	18,885	5.3%	(32.9%)
Distribution	74,431	25.7%	71,993	20.0%	3.4%
Energy	4,886	1.7%	5,179	1.4%	(5.7%)
Automotive	24,522	8.5%	58,485	16.3%	(58.1%)
	289,486	100.0%	359,494	100.0%	(19.5%)

(Values in thousands of Euro)

To supplement the map found above, below can be found some notes relating to the activity carried out during the first three months, in each of the Group's sectors of activity:

Turnover of Construction Services

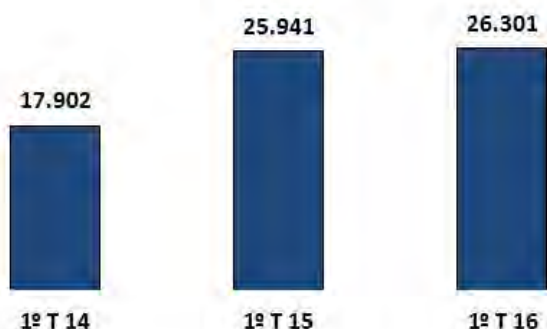


The Turnover of Construction Services decreased by 18.1% year-on-year 2015.

Portugal experienced a 1.5% drop when compared to the first three months of 2015.

In other markets, emphasis should be placed on rises seen in Algeria and Mozambique, with increases of 6.2% and 184%, respectively. However, these increases do not compensate for the drops experienced in Angola and Venezuela. On 31 March 2015, the external market accounted for 80.3% of Construction turnover.

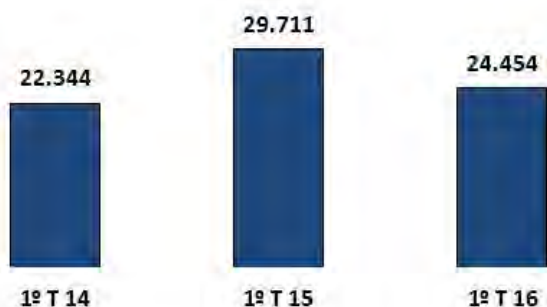
Turnover of Concessions and Services



In concessions and services, turnover increased by 1.4% when compared to March 2015, with an emphasis on good performance in Angola, when a 1.6% increase when compared to the same period of 2015.

In Portugal, an 8.7% decrease was seen when compared to March 2015, whereas a slight increase of 1.2% was seen in Spain when compared to the same period of 2015.

Turnover of Real estate Services

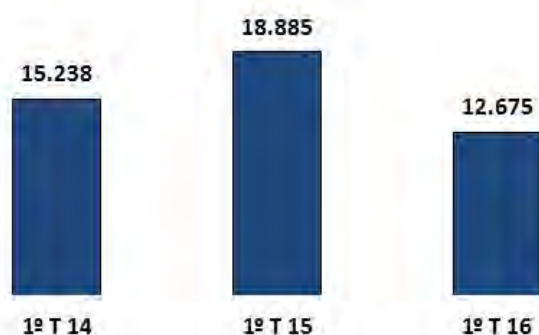


There was an overall drop of 17.7% in Real Estate when compared to the first three months of 2015.

In Portugal, an 26.7% increase was seen when compared to March 2015, whereas a decrease of 42.6% was seen in Brazil when compared to the same period of 2015.

Without taking the devaluation of currency into account, the decrease in Brazil would have been 24% when compared to the same period of the previous year.

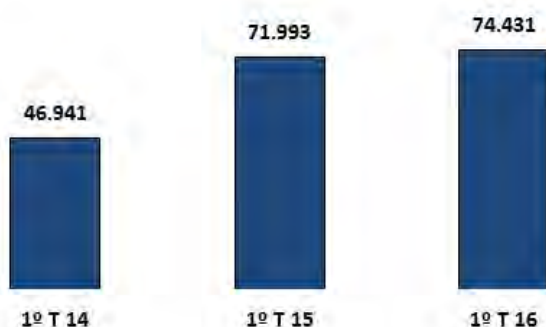
Turnover of Hotel Services



Turnover from Hospitality suffered an overall decrease of 32.9% when compared to the same period of 2015.

In addition to the drop caused by the divestment at the end of 2015 of two hotel units that the Group held in Portugal, and that still contributed to turnover from this sector during the first quarter of this year, as well as the 13.9% decrease in Mozambique, the main cause behind the reduction of this Group indicator, in relation to the same period of 2016, was the 34.9% drop seen in Angola during the first three months of this financial year.

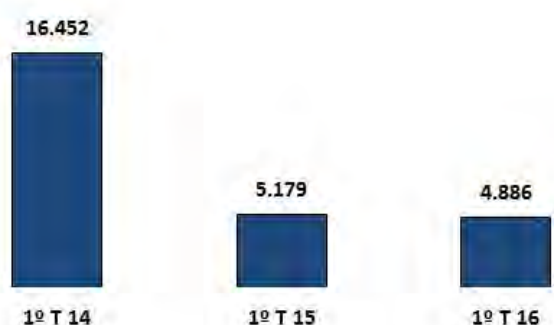
Turnover of Distribution



Distribution experienced an increase of 3.4% when compared to the first three months of 2015.

During the first three months of 2016, the consolidation of business units operating in this sector continued in Angola.

Turnover of Energy

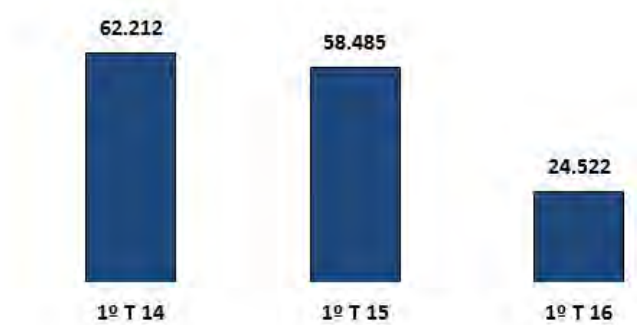


In Energy, the Group's turnover decreased by 5.7% when compared to the same period of the previous year.

Currently, the Group only operates in the Gas area.

Turnover of the Automotive sector

Turnover in the automotive sector decreased by 58.1% when compared to March 2015.

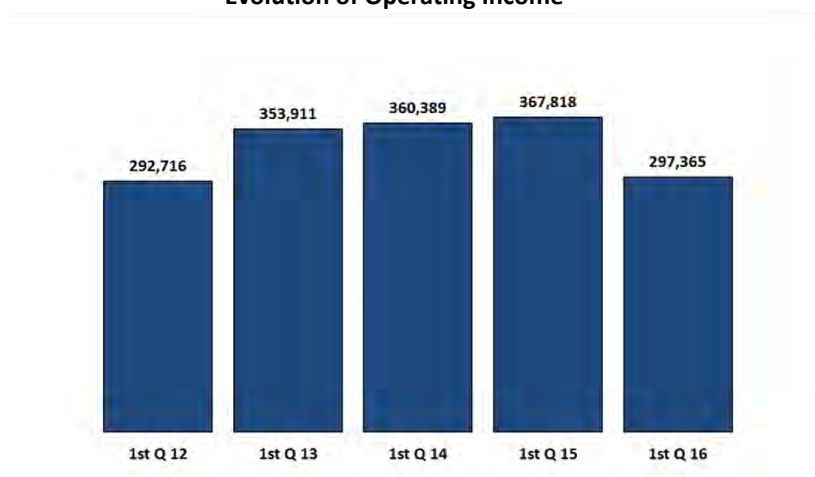


(Values in thousands of Euro)

During the first three months of the year, a 72% decrease was seen in units sold in the light vehicles segment, and a 17% decrease in after-sales services.

Operating profits suffered a decrease of 19.2% when compared to the same period of the previous year, dropping to 297,365 thousand euros.

Evolution of Operating Income



(Values in thousands of Euro)

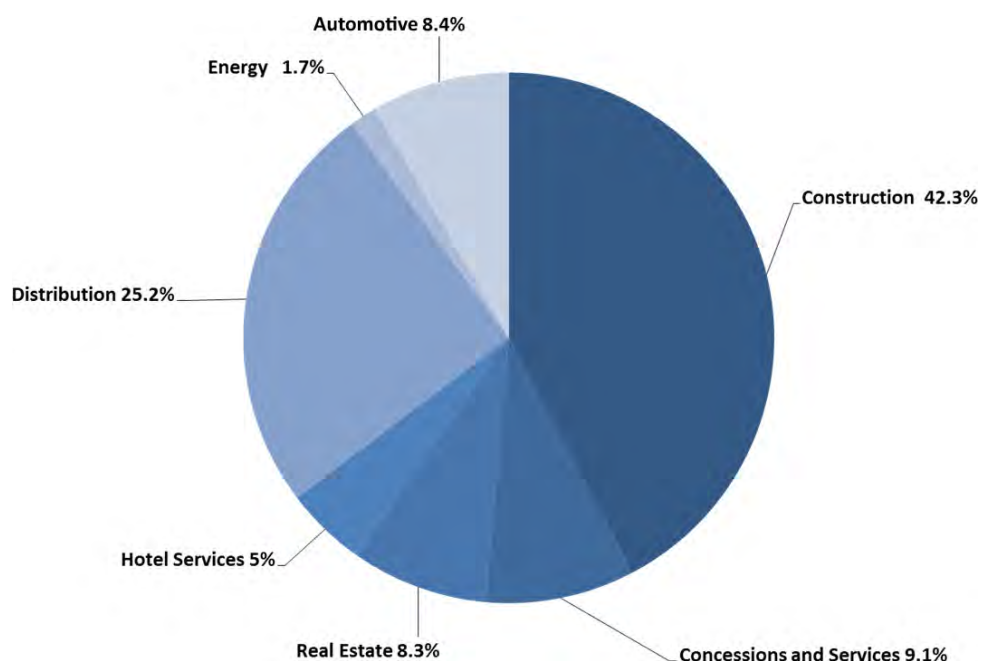
The following table shows good performance in the Concessions and Services and Distribution sectors.

Operating Profits by activity and geographical markets:

Activity Sector	Internal Market			External Market			Total		
	1st Q 16	1st Q 15	Var (%)	1st Q 16	1st Q 15	Var (%)	1st Q 16	1st Q 15	Var (%)
Construction	25,659	25,657	0.0%	100,162	125,452	(20.2%)	125,821	151,109	(16.7%)
Concessions and Services	8,023	8,818	(9.0%)	18,987	17,862	6.3%	27,010	26,680	1.2%
Real estate	12,097	10,476	15.5%	12,535	20,297	(38.2%)	24,632	30,773	(20.0%)
Hotel services	2,351	3,600	(34.7%)	12,586	15,749	(20.1%)	14,937	19,349	(22.8%)
Distribution	365	263	38.8%	74,619	74,246	0.5%	74,984	74,509	0.6%
Energy	4,911	5,781	(15.0%)	-	-	-	4,911	5,781	(15.0%)
Automotive	-	-	-	25,070	59,617	(57.9%)	25,070	59,617	(57.9%)
Total	53,406	54,595	(2.2%)	243,959	313,223	(22.1%)	297,365	367,818	(19.2%)

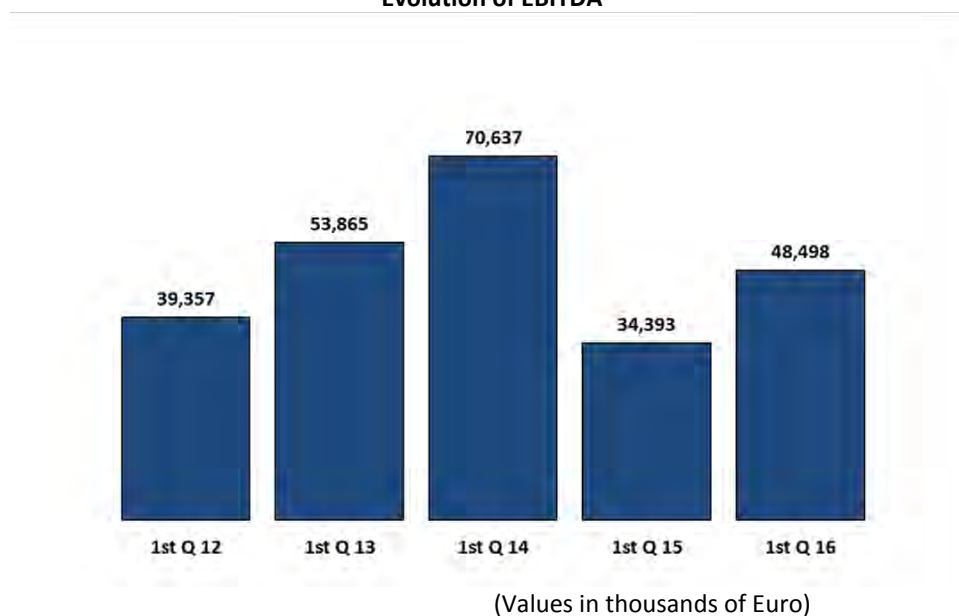
(Values in thousands of Euro)

As a result of the evolutions mentioned above, the contributions of each of the sectors of activity to the global value of operating profits achieved on 31 March, 2016 were as follows:



A 41% increase was seen in **EBITDA** when compared to March 2015, fixed at 48,498 thousand euros.

Evolution of EBITDA



An analysis of this indicator by sector, on the map shown below, shows very disparate behaviour of the different business areas, depending on the unique features of each activity and the respective markets in which the company operates.

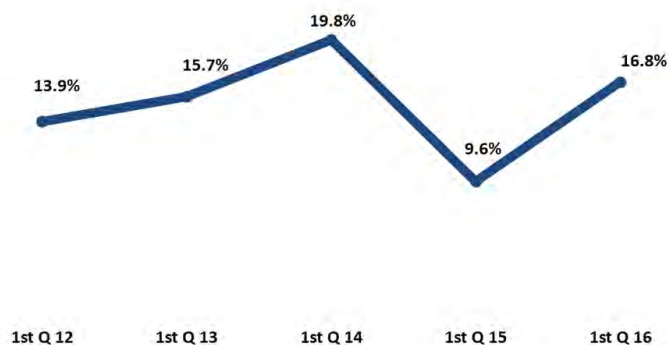
Evolution of EBITDA by Sectors of Activity

Activity Sector	1st Q 16	1st Q 15	Var (%)
Construction	5,893	(3,207)	-
Concessions and Services	4,108	5,370	(23.5%)
Real estate	12,393	16,947	(26.9%)
Hotel services	1,562	3,360	(53.5%)
Distribution	18,460	2,980	519.5%
Energy	1,035	1,846	(43.9%)
Automotive	7,872	9,979	(21.1%)
Not allocated to segments	(2,824)	(2,881)	(2.0%)
Eliminations	(1)	(1)	-
	48,498	34,393	41.0%

(Values in thousands of Euro)

A 75.1% increase in EBITDA Margin / Turnover was seen when compared to the same period of the previous year, increasing from 9.6% to 16.8% in March, 2016.

Evolution of the EBITDA margin / Turnover



Financial results were negative - amounting to 46,402 thousand euros in the period ending 31 March 2016, whereas at the end of the first quarter of 2015 the financial results were positive to the tune of 17.891 thousand euros.

	1st Q 16	1st Q 15	Var (%)
Financial costs and losses:	(127,091)	(173,660)	(26.8%)
Supported interests	(18,891)	(24,767)	(23.7%)
Unfavourable currency conversion differences	(102,281)	(144,372)	(29.2%)
Other financial costs and losses	(5,919)	(4,521)	30.9%
Financial income and gains:	80,416	191,241	(58.0%)
Obtained interests	3,184	4,954	(35.7%)
Favourable currency conversion differences	76,236	185,555	(58.9%)
Cash discounts received	33	93	(64.5%)
Other financial income and gains	963	639	50.7%
Earnings from investment activities:	273	310	(11.9%)
Earnings from associates and joint works	5,109	(635)	-
Dividends	1,570	165	851.5%
Other investments	1,807	780	131.7%
Gains / loss in assets available for sale	(8,213)	-	-
Financial Results	(46,402)	17,891	-

(Values in thousands of Euro)

This indicator experienced a negative change of 64.293 thousand euros when compared to the same period of 2015, with an emphasis on the contribution of the following changes:

- A negative change of 67,228 thousand euros, resulting from the impact of exchange rate differences;
- Negative impact of the impairment loss in the subsidiary “Banco Comercial Português, S.A.” of 8,213 thousand euros in March 2016;
- Positive change of 5,744 thousand euros in results relating to associated companies and joint ventures;
- Positive change of 1,027 thousand euros in other investments, resulting from the divestment of the financial stake in “AEDL – Auto-Estradas do Douro Litoral, S.A.”;
- Positive change resulting from the 5,876 thousand euro decrease in interest paid.

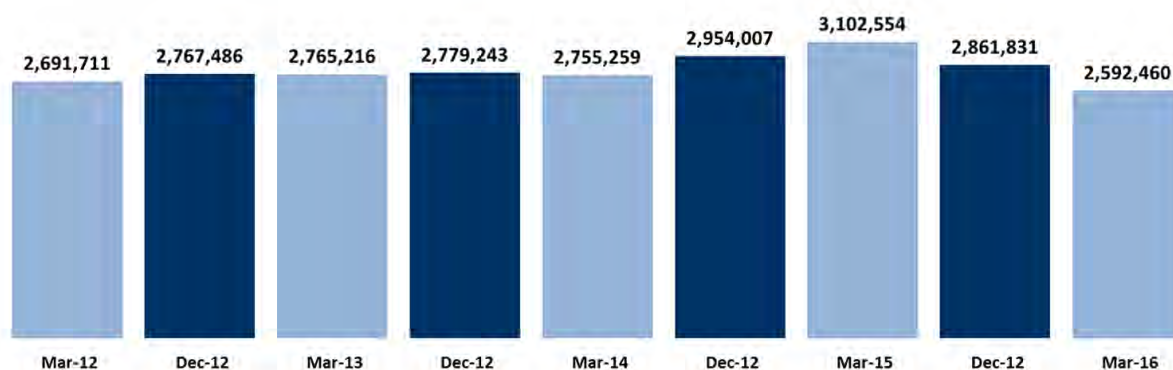
The amount of **Income Tax** payable at 31 March, 2016 was 4,584 thousand euros, whereas it stood at minus 12,058 thousand euros during the same period of the previous year.

	1st Q 16	1st Q 15	Var (%)
Current Tax	(18,904)	(12,374)	52.8%
Deferred tax	23,488	316	7332.9%
	4,584	(12,058)	-

(Values in thousands of Euro)

Total Net Assets decreased by 9.4% in relation to 31 December 2015, having reached EUR 2,592,460 thousand.

Evolution of Net asset

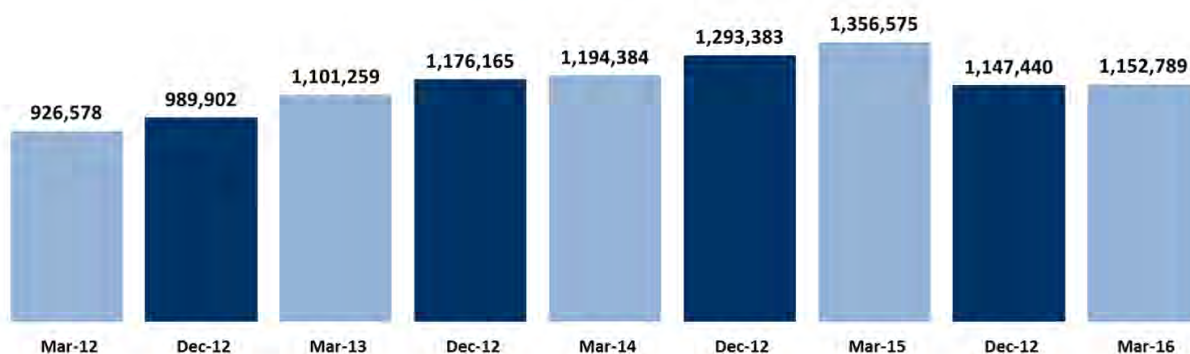


(Values in thousands of Euro)

The Group holds significant assets in countries like Angola, which, due to the fact that they are on the books in currencies that suffer significant devaluations, had an impact on the consolidated accounts in euros; this does not necessarily correspond to the effective depreciation of these assets.

A slight increase of 0.5% was seen in **Net debt** when compared to the end of last year, standing at 1,152,789 thousand euros at 31 March, 2016.

Evolution of Net Debt



(Values in thousands of Euro)

When analysing the evolution of these indicators, the accentuated devaluation of currencies in which the Group operates, namely the Angolan Kwanza, should be taken into consideration, along with investments made in installations and equipment, which amounted to 13.6 million euros during the period.

Equity Attributable to Shareholders decreased by 106,858 thousand euros, from 467,927 thousand euros to 361,069 thousand euros, corresponding to a 22.8% decrease when compared to 31 December 2015.

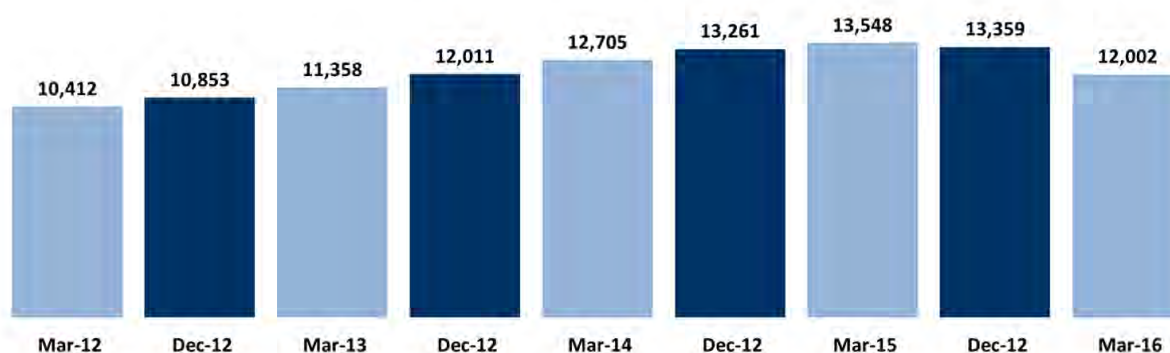
Total Equity decrease by 20.8%, standing at 410,293 thousand euros, influenced essentially by the following factors:

- A negative net result of 11,445 thousand euros;
- Negative effect of 83,548 thousand euros, resulting from the currency conversion recorded as a result of the devaluation of the Currencies in which the Group operates in relation to the Euro;
- Negative hedge operation effect of EUR 1,567 thousand, arising from the variation of the fair value of the financial instrument (interest rate swap) contracted in 2008 under the Concession for the Management of Cascais Hospital Building.

Financial Autonomy shifted from 18.1% as at 31 December 2015 to 15.8% at 31 March, 2016.

The **Average Number of Employees** at the end of the period ending 31 March 2016 was 12,002, representing a decrease of 10.2% when compared to 31 December 2015, accompanying the previously explained decrease in activity in these first three months of 2016.

Evolution of the Average Number of Employees



The **list price of securities of “Teixeira Duarte, S.A.”** ranged between 0.314 euros on 31 December 2015 and 0.279 euros on 31 March 2016.

The following graph shows the evolution in listed share prices during the first three months of this year, which have varied during this period between a minimum of 0.22 euros and a maximum of 0.33 euros.



5,494,535 shares were traded on the stock exchange during this period, with a total amount of turnover of 1,537,872 euros.

III. EVENTS THAT OCCURRED AFTER THE END OF THE 1ST QUARTER OF 2016

TEIXEIRA DUARTE continued its activity in the different markets in which it operates, and there are no relevant events to mention, occurring between 31 March 2016 and the issue date of this document.

IV. OUTLOOK FOR 2016

Apart from possible new contracts, the Group has secured certain Construction activity levels in the external market that, despite the Teixeira Duarte Group's Order Portfolio for the construction sector shrinking by 1.2% when compared to the end of 2015, allowed the portfolio to reach, in its entirety, 2,206,883 thousand euros at 31 March 2016, of which 766,659 thousand euros are for 2019 onwards.

For a more detailed analysis of closer periods, that is, for the remaining 1,440,224 thousand euros that have already been contracted and the execution of which is forecast for the next nine months of 2016 and the years 2017 and 2018, below can be found a map showing additional elements, based on their distribution in countries where the group operates:

	Apr-Dec 2016	Contribution (%)	2017	Contribution (%)	2018	Contribution (%)
Portugal	46,161	8.50%	43,337	8.2%	75,968	20.4%
Angola	66,524	12.30%	15,282	2.9%	31,089	8.4%
Algeria	226,647	41.80%	310,275	58.9%	145,423	39.1%
Brazil	67,571	12.40%	118,352	22.5%	60,160	16.2%
Spain	4,103	0.80%	-	-	-	-
Mozambique	71,315	13.20%	25,779	4.9%	3,366	0.9%
Venezuela	53,611	9.90%	11,536	2.2%	55,423	14.9%
Other Markets	6,000	1.10%	2,014	0.4%	288	0.1%
Total	541,932	100.0%	526,575	100.0%	371,717	100.0%

(Values in thousands of Euro)

For 2016, Teixeira Duarte envisages operating profits of around 1.3 billion euros, corresponding to a reduction in activity caused by difficulties with accessing currencies in external markets.

This situation involves an appropriate reduction in structures which, together with the difficulty of expanding funding in Portugal, will lead to a reduction in the Group's production capacity.

Lagoas Park, 30 May, 2016

The Board of Directors,

Pedro Maria Calainho Teixeira Duarte

Manuel Maria Calainho de Azevedo Teixeira Duarte

Joel Vaz Viana de Lemos

Carlos Gomes Baptista

Diogo Bebiano Branco de Sá Viana Rebelo

Jorge Ricardo de Figueiredo Catarino

Consolidated Financial Statements - 1st Quarter **2016**



CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AT 31 MARCH 2016 AND 31 DECEMBER 2015
(Values expressed in thousands of Euro)

	Notes	31-03-16 (Non-audited)	31-12-15 (Audited)
Non-current assets:			
Goodwill		21,910	21,955
Intangible assets		28,213	33,262
Tangible fixed assets	13	561,574	630,986
Investment Properties	14	491,832	511,683
Investments in associates and joint-ventures	7 and 15	11,342	16,874
Financial assets available for sale	7 and 16	22,214	30,427
Other investments		54,549	52,970
Assets for deferred tax	18	215,874	194,913
Clients		49,752	52,087
Other debtors		97	99
Other non-current assets		923	1,242
Total of non-current assets		1,458,280	1,546,498
Current assets:			
Inventories		257,753	274,018
Clients		370,240	433,569
Other debtors		55,850	55,908
Cash and cash equivalents	20	212,159	252,693
Other investments		35	35
Other current assets		215,571	276,538
		1,111,608	1,292,761
Assets for sale	17	22,572	22,572
Total of current assets		1,134,180	1,315,333
TOTAL OF ASSET	7	2,592,460	2,861,831
Equity:			
Capital	21	210,000	210,000
Adjustments of shareholdings in associates and joint-ventures		(32)	8,326
Effect of currency adjustments		(30,136)	48,126
Reserves and retained income	22	203,698	167,822
Consolidated net result		(22,461)	33,653
Equity attributable to shareholders		361,069	467,927
Non-controlling interests		49,224	50,290
EQUITY TOTAL		410,293	518,217
Non-current liabilities:			
Loans	23	694,673	665,537
Provisions		48,186	52,441
Financial Leases		156,874	155,889
Liabilities for deferred tax	18	56,447	59,019
Other Creditors		89	113
Other non-current liabilities		64,396	70,780
Total of non-current liabilities		1,020,665	1,003,779
Current liabilities:			
Loans	23	670,275	734,596
Suppliers		158,465	193,896
Financial Leases		20,000	18,913
Other Creditors		33,510	34,246
Other current liabilities		279,252	358,184
Total of current liabilities		1,161,502	1,339,835
TOTAL OF LIABILITY	7	2,182,167	2,343,614
TOTAL OF LIABILITY AND EQUITY		2,592,460	2,861,831

The annex forms an integral part of the consolidated statement of the financial position for the quarter ending 31 March 2016.

CONSOLIDATED STATEMENT OF RESULTS
DURING THE PERIODS ENDED ON 31 MARCH 2016 AND 2015
(Non Audited)
(Values expressed in thousands of Euro)

	Notes	1 st Quarter 16	1 st Quarter 15
Operating income:			
Sales and services rendered	7 and 8	289,486	359,494
Other operating income	8	7,879	8,324
Total of operating income	8	297,365	367,818
Operating costs:			
Cost of sales		(87,667)	(141,775)
Production changes		667	(416)
External supplies and services		(87,128)	(97,274)
Expenses with staff		(64,402)	(81,290)
Amortizations and depreciations	7	(19,770)	(22,650)
Provisions and impairment losses in depreciable and amortizable asset and Goodwill	7	1,645	(2,202)
Other operating costs		(10,337)	(12,670)
Total of operating costs		(266,992)	(358,277)
Operational Income	7	30,373	9,541
Costs and financial losses	7 and 9	(127,091)	(173,660)
Income and financial earnings	7 and 9	80,416	191,241
Income related to investment activities:			
Income related to affiliates and joint-ventures	7 and 9	5,109	(635)
Other	7 and 9	(4,836)	945
Financial Results		(46,402)	17,891
Results before taxes	7	(16,029)	27,432
Income tax	10	4,584	(12,058)
Consolidated net result for the quarter		(11,445)	15,374
Net results attributable to:			
Equity holders	11	(22,461)	15,268
Non-controlling interests		11,016	106
Income by share:			
Basic (euros)	11	(0.05)	0.04
Diluted (euros)	11	(0.05)	0.04

The annex forms an integral part of the consolidated statement of the results for the quarter ending 31 March 2016.

CONSOLIDATED STATEMENTS OF OTHER INTEGRAL INCOME
DURING THE PERIODS ENDED ON 31 MARCH 2016 AND 2015

(Non Audited)

(Values expressed in thousands of Euro)

	Notes	1 st Quarter 16	1 st Quarter 15
Consolidated net result for the quarter		(11,445)	15,374
Income and expenses that will not be reclassified for results			
Other equity variations		(3,006)	(4,381)
		(3,006)	(4,381)
Income and expenses that can be reclassified for results			
Fair value of financial assets available for sale	16	-	17,266
Effect of currency adjustments		(83,548)	10,057
Adjustments of shareholdings in associates and joint-ventures	15	(8,358)	(2,279)
Financial instruments due to coverage		(1,567)	(1,237)
		(93,473)	23,807
Result known directly in equity		(96,479)	19,426
Comprehensive income of the quarter		(107,924)	34,800
Comprehensive income attributable to:			
Equity holders		(106,858)	35,177
Non-controlling interests		(1,066)	(377)

The annex forms an integral part of the consolidated statement of the other comprehensive income for the quarter ending 31 March 2016.

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
DURING THE PERIODS ENDED ON 31 MARCH 2016 AND 2015
(Non Audited)
(Values expressed in thousands of Euro)

	Notes	Capital	Adjustments of capital shares in associates and joint- ventures	Currency conversion adjustments	Reserves and Retained Income					Consolidated Net Result	Total of equity attributable to shareholders	Non-controlling interests	Total
					Legal Reserve	Free reserves	Fair Value Reserve	Hedge operation reserve	Retained income				
Balance on January 1st, 2015		210 000	9 670	55 546	21 000	122 052	4 035	(13 466)	(21 431)	70 281	457 687	27 058	484 745
Comprehensive income of the quarter													
Consolidated net result for the quarter		-	-	-	-	-	-	-	-	15 268	15 268	106	15 374
Variation in the currency conversion adjustments		-	-	7 832	-	-	-	-	-	-	7 832	2 225	10 057
Variation of fair value and sale of financial assets available for sale	16	-	-	-	-	-	17 266	-	-	-	17 266	-	17 266
Hedge operation effect		-	-	-	-	-	-	(1 237)	-	-	(1 237)	-	(1 237)
Effect of applying the equity method	15	-	(2 279)	-	-	-	-	-	-	-	(2 279)	-	(2 279)
Others		-	-	-	-	-	-	-	(1 669)	-	(1 669)	(2 712)	(4 381)
Operations with capital holders in the quarter:													
Application of consolidated results from 2014:													
Transfer to retained income		-	-	-	-	-	-	-	70 281	(70 281)	-	-	-
Balance on March 31st, 2015		210 000	7 391	63 378	21 000	122 052	21 301	(14 703)	47 181	15 268	492 868	26 677	519 545

	Notes	Capital	Adjustments of capital shares in associates and joint- ventures	Currency conversion adjustments	Reserves and Retained Income					Consolidated Net Result	Total of equity attributable to shareholders	Non-controlling interests	Total
					Legal Reserve	Free reserves	Fair Value Reserve	Hedge operation reserve	Retained income				
Balance on January 1st, 2016		210 000	8 326	48 126	31 500	176 163	-	(11 698)	(28 143)	33 653	467 927	50 290	518 217
Comprehensive income of the quarter													
Consolidated net result for the quarter		-	-	-	-	-	-	-	-	(22 461)	(22 461)	11 016	(11 445)
Variation in the currency conversion adjustments		-	-	(78 262)	-	-	-	-	-	-	(78 262)	(5 286)	(83 548)
Hedge operation effect		-	-	-	-	-	-	(1 567)	-	-	(1 567)	-	(1 567)
Effect of applying the equity method	15	-	(8 358)	-	-	-	-	-	-	-	(8 358)	-	(8 358)
Others		-	-	-	-	-	-	-	3 790	-	3 790	(6 796)	(3 006)
Operations with capital holders in the quarter:													
Application of consolidated results from 2015:													
Transfer to retained income		-	-	-	-	-	-	-	33 653	(33 653)	-	-	-
Balance on March 31st, 2016		210 000	(32)	(30 136)	31 500	176 163	-	(13 265)	9 300	(22 461)	361 069	49 224	410 293

CONSOLIDATED STATEMENTS OF CASH FLOWS
DURING THE PERIODS ENDED ON 31 MARCH 201 AND 2015
(Non Audited)
(Values expressed in thousands of Euro)

	Notes	1 st Quarter 16	1 st Quarter 15
OPERATIONAL ACTIVITIES:			
Receipts from customers		251,013	384,124
Payment to suppliers		(158,382)	(347,800)
Payment to staff		(61,902)	(73,649)
Cash flow generated by operations		30,729	(37,325)
Payment/receipt of income tax		(2,744)	(1,907)
Other receipts/payments related to the operational activity		10,669	(17,131)
Cash flows of operational activities (1)		38,654	(56,363)
INVESTMENT ACTIVITIES:			
Receipts related to:			
Financial investments	20	2,491	15,057
Tangible fixed assets and investment properties		2,283	2,287
Interests and similar gains		3,790	5,279
Dividends	20	1,570	165
		10,134	22,788
Payments related to:			
Financial investments	20	-	(1,628)
Tangible fixed assets and investment properties		(7,786)	(14,736)
Intangible assets		(87)	(163)
		(7,873)	(16,527)
Cash flows from investment activities (2)		2,261	6,261
FINANCING ACTIVITIES:			
Receipts related to:			
Obtained loans		302,967	485,334
Payments related to:			
Obtained loans		(338,151)	(438,343)
Interests and similar costs		(17,919)	(24,220)
		(356,070)	(462,563)
Cash flows from financing activities (3)		(53,103)	22,771
Variation of cash and cash-equivalent items (4)=(1)+(2)+(3)		(12,188)	(27,331)
Exchange rate differences Effect		(28,346)	12,561
Cash and cash-equivalent items - scope change		-	(1,431)
Cash and cash-equivalent items at the beginning of the quarter	20	252,693	191,477
Cash and cash-equivalent items at the end of the quarter	20	212,159	175,276

The annex forms an integral part of the cash flow statement for the quarter ending 31 March 2016.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT 31 MARCH 2016

(Non Audited)

1 - INTRODUCTION

TEIXEIRA DUARTE, S.A. ("Company" or "TD, S.A.") with head office in Porto Salvo, was incorporated on 30 November 2009, with share capital of EUR 210,000,000, represented by 420,000,000 shares with the nominal value of EUR 0.5 each, and its core business is the implementation and management of investments, the coordination and supervision of other companies integrated in or related to its business Group.

The corporate universe of Teixeira Duarte ("Group") is composed of the participated companies indicated in Note 4. The Group's core activities are: Construction; Concessions and Services; Real Estate; Hotel Services; Distribution; Energy and Automotive (Note 7).

The stated values will be expressed in thousands of euros, unless expressly indicated.

2 - BASIS OF PRESENTATION

The consolidated financial statements at 31 March, 2016 have been prepared using accounting policies consistent with International Financial Reporting Standards ("IFRS"), as adopted by the European Union, in effect for periods beginning on 1 January, 2016, and in accordance with IAS 34 - Interim Financial Reporting.

3 - ALTERATIONS OF POLICIES, ESTIMATES AND ERRORS

The accounting policies that have been adopted are consistent with those used to prepare the financial statements for the financial year ending 31 December 2015, described in the respective annex, with the exception of rules and interpretations whose effective date corresponds to financial years starting on or after 1 January 2016.

4 - COMPANIES INCLUDED IN THE CONSOLIDATION PERIMETER

As at 31 March 2016, TEIXEIRA DUARTE, S.A. and the following controlled companies were included in the consolidation, by the full method:

Social Denomination	Head Office	Percentage of effective participation
<u>INTERNAL MARKET</u>		
CONSTRUCTION		
CONSTRUSALAMONDE, ACE	Edifício 2, Lagoas Park Porto Salvo	92,50%
EPOS - Empresa Portuguesa de Obras Subterrâneas, S.A.	Edifício 1, Lagoas Park Porto Salvo	100,00%
OFM - Obras Fluviais e Marítimas, S.A.	Edifício 1, Lagoas Park Porto Salvo	60,00%
SOMAFEL - Engenharia e Obras Ferroviárias, S.A.	Edifício 1, Lagoas Park Porto Salvo	60,00%
TEIXEIRA DUARTE – Engenharia e Construções, S.A.	Edifício 2, Lagoas Park Porto Salvo	100,00%
CONCESSIONS AND SERVICES		
RECOLTE, Serviços e Meio Ambiente (Porto), S.A.	Praça do Bom Sucesso, nº 61 - Escritórios 501 e 502 Porto	100,00%
MARINERTES, S.A.	Rotunda Engº Edgar Cardoso, nº 23 – 8º Vila Nova de Gaia	51,00%
RECOLTE, Serviços e Meio Ambiente, S.A.	Edifício 1, Lagoas Park Porto Salvo	100,00%
RECOLTE, Serviços e Meio Ambiente (Açores), Unipessoal, Lda.	Zona Industrial Chã do Rego d'Água Cabouco, Ilha de São Miguel - Açores	100,00%
SATU-Oeiras - Sistema Automático de Transporte Urbano, E.M., S.A. (a)	Edifício Paço de Arcos, E.N. 249/3 Paço de Arcos	49,00%
TDGI - Tecnologia de Gestão de Imóveis, S.A.	Edifício 1, Lagoas Park Porto Salvo	100,00%
TDHOSP - Gestão de Edifício Hospitalar, S.A.	Edifício 2, Lagoas Park Porto Salvo	100,00%
REAL ESTATE		
BONAPARTE - Imóveis Comerciais e Participações, S.A.	Edifício 2, Lagoas Park Porto Salvo	100,00%
Fundo de Investimento Imobiliário Fechado TDF	Edifício 2, Lagoas Park Porto Salvo	100,00%
IMOPEDROUÇOS - Sociedade Imobiliária, S.A.	Edifício 2, Lagoas Park Porto Salvo	100,00%
IMOTD – Sociedade Gestora de Participações Sociais, S.A.	Edifício 2, Lagoas Park Porto Salvo	100,00%
MALANGA – Investimentos Imobiliários, Unipessoal Lda.	Edifício 2, Lagoas Park Porto Salvo	100,00%
QUINTA DE CRAVEL - Imobiliária, S.A.	Edifício 2, Lagoas Park Porto Salvo	100,00%
TDE - Empreendimentos Imobiliários, S.A.	Edifício 2, Lagoas Park Porto Salvo	100,00%
TD VIA - Sociedade Imobiliária, S.A.	Edifício 2, Lagoas Park Porto Salvo	93,75%
TDF - Sociedade Gestora de Fundos de Investimento Imobiliário, S.A.	Edifício 2, Lagoas Park Porto Salvo	100,00%

Social Denomination	Head Office	Percentage of effective participation
TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A.	Edifício 2, Lagoas Park Porto Salvo	100,00%
TRANSBRITAL - Britas e Empreendimentos Imobiliários, S.A.	Edifício 2, Lagoas Park Porto Salvo	100,00%
V8 - Gestão Imobiliária, S.A.	Edifício 2, Lagoas Park Porto Salvo	100,00%
HOTEL SERVICES		
ESTA - Gestão de Hotéis, S.A.	Edifício 2, Lagoas Park Porto Salvo	100,00%
GO CORP TRAVEL SOLUTIONS – Agência de Viagens, S.A.	Rua Encosta das Lagoas, nº 8 Porto Salvo	100,00%
LAGOASFUT - Equipamento Recreativo e Desportivo, S.A.	Edifício 2, Lagoas Park Porto Salvo	100,00%
LAGOAS HOTEL, S.A.	Edifício 2, Lagoas Park Porto Salvo	100,00%
SINERAMA - Organizações Turísticas e Hoteleiras, S.A.	Edifício 2, Lagoas Park Porto Salvo	100,00%
TDH - Sociedade Gestora de Participações Sociais, S.A.	Edifício 2, Lagoas Park Porto Salvo	100,00%
TDHC - Instalações para Desporto e Saúde, S.A.	Edifício 2, Lagoas Park Porto Salvo	100,00%
DISTRIBUTION		
BONAPAPEL - Artigos de Papelaria e Equipamentos Informáticos - Unipessoal, Lda.	Edifício 2, Lagoas Park Porto Salvo	100,00%
TEIXEIRA DUARTE - DISTRIBUIÇÃO S.A.	Edifício 1, Lagoas Park Porto Salvo	100,00%
ENERGY		
ACG - Distribuição e Comércio de Gás, S.A. (b)	Rua das Lagoas - Campo Raso Sintra	50,00%
DIGAL - Distribuição e Comércio, S.A. (b)	Rua das Lagoas - Campo Raso Sintra	50,00%
MULTIGÁS - Sociedade Comercial e Distribuidora de Gás, S.A. (b)	Rua das Lagoas - Campo Raso Sintra	50,00%
PPS - Produtos Petrolíferos, S.A. (b)	Edifício 1, Lagoas Park Porto Salvo	50,00%
TANQUIGÁS - Distribuição e Comércio de Gás, S.A. (b)	Rua das Lagoas - Campo Raso Sintra	50,00%
TDARCOL - Sociedade Gestora de Participações Sociais, S.A. (c)	Edifício 1, Lagoas Park Porto Salvo	50,00%
AUTOMOTIVE		
SMOTORS, S.A.	Edifício 1, Lagoas Park Porto Salvo I	100,00%
TDO - Investimento e Gestão, S.A.	Rua das Pretas, 4 - Fracção 4 D Funchal	100,00%

Social Denomination	Head Office	Percentage of effective participation
OTHER		
C + P.A. - Cimento e Produtos Associados, S.A.	Edifício 1, Lagoas Park Porto Salvo	100,00%
TDO - Sociedade Gestora de Participações Sociais, S.A.	Rua das Pretas, 4 - Fracção 4 D Funchal	100,00%
TEDAL - Sociedade Gestora de Participações Sociais, S.A.	Edifício 2, Lagoas Park Porto Salvo	100,00%
<u>EXTERNAL MARKET</u>		
<u>SOUTH AFRICA</u>		
DISTRIBUTION		
Global Net Distributors (Pty) Ltd.	10 Ninth Avenue Northmead, Gauteng 1501	100,00%
<u>ANGOLA</u>		
CONSTRUCTION		
BETANGOLA - Betões e Pré-Fabricados de Angola, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	100,00%
CONCESSIONS AND SERVICES		
EDUCARE - Actividades Educativas e Culturais, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	100,00%
TDGI - Tecnologia de Gestão de Imóveis, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	42,40%
REAL ESTATE		
AFRIMO - Empreendimentos Imobiliários, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	51,00%
ANGOPREDIAL - Empreendimentos Imobiliários, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	100,00%
IMO 1 - Empreendimentos Imobiliários, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	100,00%
IMOAFRO - Empreendimentos Imobiliários, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	100,00%
TEIXEIRA DUARTE - Engenharia e Construções (Angola), Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	100,00%
HOTEL SERVICES		
ALVALADE - Empreendimentos Turísticos e Hoteleiros, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	100,00%
ANGOIMO - Empreendimentos e Construções, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	100,00%
HOTEL TRÓPICO, S.A.	Alameda Manuel Van-Dúnem, nº 318 Luanda	80,00%
HOTEL BAÍA, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	100,00%

Social Denomination	Head Office	Percentage of effective participation
DISTRIBUTION		
CND – Companhia Nacional de Distribuição, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	100,00%
COM 1 - Comércio e Distribuição, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	100,00%
DCG – Distribuição e Comércio Geral, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	100,00%
OCC – Operador Central de Comércio, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	80,00%
AUTOMOTIVE		
AUTO 1 - Comércio Automóvel, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	100,00%
AUTO COMPETIÇÃO Angola, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	100,00%
AUTO 8, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	100,00%
COMÉRCIO DE AUTOMÓVEIS, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	100,00%
TDA - Comércio e Indústria, Lda.	Alameda Manuel Van-Dúnem, nº 318 Luanda	100,00%
VAUCO - Automóveis e Equipamentos, Lda.	Rua Ho Chi Min, Junto ao largo da Independência Luanda	51,00%
OTHER		
INVESTIPART – Participações e Investimentos, S.A.	Alameda Manuel Van-Dúnem, nº 318 Luanda	36,00%
<u>ALGERIA</u>		
CONSTRUCTION		
TEIXEIRA DUARTE ALGERIE, SPA	8 Roeute Ben Aknoun, El Biar Alger	99,94%
<u>BELGIUM</u>		
CONCESSIONS AND SERVICES		
TDGI	Avenue Jean-Monnet, 1 À 1348 Louvain-La-Neuve	100,00%
<u>BRAZIL</u>		
CONSTRUCTION		
EMPA, S.A. - Serviços de Engenharia	Rua Major Lopes, 800 Bairro São Pedro - Belo Horizonte	100,00%
SOMAFEL – Obras Ferroviárias e Marítimas, Ltda.	Rua Major Lopes, 800 – sala 306 Bairro São Pedro – Belo Horizonte	60,00%
CONCESSIONS AND SERVICES		
GONGOJI Montante Energia, S.A.	Rua Major Lopes, 800 – 3º - sala 310 Bairro São Pedro - Belo Horizonte	100,00%
PAREDÃO de Minas Energia, S.A.	Rua Major Lopes, 800 – 3º - sala 306 Bairro São Pedro - Belo Horizonte	100,00%
TABOQUINHA Energia, S.A.	Rua Major Lopes, 800 – 3º - sala 308 Bairro São Pedro - Belo Horizonte	100,00%

Social Denomination	Head Office	Percentage of effective participation
REAL ESTATE		
TDPG - Empreendimentos Imobiliários e Hoteleiros, Ltda.	Avenida Domingos Ferreira nº 4060, sala 301 Boa Viagem - Cidade de Recife	100,00%
TDSP - Participações, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602, sala 01 Itaim Bibi - São Paulo	100,00%
TDSP - Elisa de Moraes Empreendimentos Imobiliários SPE, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602, sala 02 Itaim Bibi - São Paulo	90,00%
TDSP - Bela Vista - Empreendimentos Imobiliários, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602, sala 15 Itaim Bibi - São Paulo	92,65%
TDSP - Galeno de Castro Empreendimentos Imobiliários SPE, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602, sala 03 Itaim Bibi - São Paulo	92,65%
TDSP - Maratona Empreendimentos Imobiliários SPE, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602, sala 10 Itaim Bibi - São Paulo	92,65%
TDSP - Direitos Humanos Empreendimentos Imobiliários SPE, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602, sala 12 Itaim Bibi - São Paulo	92,65%
TDSP - Alta Vista I Empreendimentos Imobiliários SPE, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602, sala 05 Itaim Bibi - São Paulo	92,65%
TDSP - Verum Mooma Empreendimentos Imobiliários SPE, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602, sala 06 Itaim Bibi - São Paulo	100,00%
TDSP - Gilberto Sabino Empreendimentos Imobiliários, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602, sala 07 Itaim Bibi - São Paulo	100,00%
TDSP - Alta Vista II Empreendimentos Imobiliários SPE, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602, sala 08 Itaim Bibi - São Paulo	92,65%
TDSP - Gualaxos Empreendimentos Imobiliários SPE, Ltda.	Rua Iguatemi, nº 448, 14º andar, Conjunto 1401, sala 09 Itaim Bibi - São Paulo	100,00%
TDSP - Alta Vista III Empreendimentos Imobiliários SPE, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602 Itaim Bibi - São Paulo	92,65%
TDSP - Zanzibar Empreendimentos Imobiliários SPE, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602, sala 18 Itaim Bibi - São Paulo	92,50%
TDSP - Dionísio da Costa Empreendimentos Imobiliários SPE, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602 Itaim Bibi - São Paulo	92,50%
TDSP - Baceunas Empreendimentos Imobiliários SPE, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602 Itaim Bibi - São Paulo	100,00%
TDSP - Maria de Jesus Empreendimentos Imobiliários SPE, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602, sala 04 Itaim Bibi - São Paulo	95,00%
TDSP - Volta Redonda Empreendimentos Imobiliários SPE, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602, sala 13 Itaim Bibi - São Paulo	95,00%
TDSP - Nilo Empreendimentos Imobiliários, Ltda.	Rua Iguatemi, nº 448, 14º andar, Conjunto 1401, sala 14 Itaim Bibi - São Paulo	100,00%
TDSP - Alta Vista IV Empreendimentos Imobiliários SPE, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602, sala 15 Itaim Bibi - São Paulo	92,65%
TDSP - 16 Empreendimentos Imobiliários SPE, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602, sala 16 Itaim Bibi - São Paulo	100,00%
TDSP - 17 Empreendimentos Imobiliários SPE, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602, sala 17 Itaim Bibi - São Paulo	100,00%
DISTRIBUTION		
TDD - Distribuição, Ltda.	Rua Iguatemi, nº 448, 6º andar, Conjunto 602 Itaim Bibi - São Paulo	100,00%
CYPRUS		
OTHER		
LEVENEL, Limited	Irakli, Egkomi, 2413 Nicósia	100,00%

Social Denomination	Head Office	Percentage of effective participation
<u>SPAIN</u>		
CONSTRUCTION		
UTE DE VIANA	Av. Alberto Alcocer, 24 - 7º Madrid	100,00%
CONCESSIONS AND SERVICES		
RECOLTE, Servicios Y Medioambiente, S.A. Sociedade Unipersonal.	Av. Alberto Alcocer, 24 - 7º Madrid	100,00%
<u>UNITED STATES OF AMERICA</u>		
REAL ESTATE		
TDRE INVESTMENTS, LLC.	4900 Woodway Drive, Suite 1110, Houston Texas 77056	100,00%
<u>GIBRALTAR</u>		
DISTRIBUTION		
Teixeira Duarte International, LTD.	23, Portland House - Glacis Road Gibraltar	100,00%
<u>MACAU</u>		
CONSTRUCTION		
TEIXEIRA DUARTE - Engenharia e Construções (Macau), Lda.	Av. Dr. Mário Soares, nº 25 – Edifício Montepio Apr. 26 e 28 – 3º andar Macau	100,00%
<u>MOZAMBIQUE</u>		
CONSTRUCTION		
TEIXEIRA DUARTE - Engenharia e Construções (Moçambique), Lda.	Av. Július Nyerere, nº 130 Maputo	74,46%
CONCESSIONS AND SERVICES		
TDGI - Tecnologia de Gestão de Imóveis, Lda.	Av. Július Nyerere, nº 130 Maputo	69,55%
REAL ESTATE		
IMOPAR - Centro Comercial de Maputo, S.A.	Av. Július Nyerere, nº 130 Maputo	100,00%

Social Denomination	Head Office	Percentage of effective participation
HOTEL SERVICES		
AVENIDA - Empreendimentos Turísticos e Hoteleiros, Lda.	Av. Július Nyerere, nº 627 Maputo	100,00%
Sociedade Hotel Tivoli, Lda.	Av. 25 de Setembro, 1321 Maputo	65,00%
TIVOLI BEIRA - Hotelaria e Serviços, Lda.	Av. Július Nyerere, nº 130 Maputo	100,00%
<u>RUSSIA</u>		
CONCESSIONS AND SERVICES		
MMK Cement, Limited Liability Company	Tri Rutchia Murmansk	70,00%
<u>VENEZUELA</u>		
CONSTRUCTION		
Consorcio Boyacá – La Guaira	Av. San Juan Bosco, Edifício Centra Altamira Piso 5, Oficina 54, Urb. Altamira Caracas	57,20%
TEGAVEN – Teixeira Duarte y Asociados, C.A.	Av. Venezuela del Rosal con Calle Mohedano, Torre JWM Piso 5, Of. 5-2, Urb El Rosal - Caracas	95,31%

(a) The Group holds control of these subsidiaries through TEIXEIRA DUARTE - Engenharia e Construções, S.A.

(b) The Group holds control of these subsidiaries through TDARCOL - SGPS, S.A.

(c) The Group holds control of these subsidiaries through TEDAL - SGPS, S.A.

5 - CHANGES IN THE CONSOLIDATION SCOPE

During the year ended on 31 March 2016, there was no alteration to the consolidation perimeter relative to 31 December 2015.

6 - EXCHANGE RATES

The following exchange rates were used to convert the assets and liabilities expressed in foreign currency into Euro as at 31 March 2016 and 31 December 2015, as well as the earnings of the operations developed in countries where the functional currency is different from the Euro, for the year ended on 31 March 2016 and 2015:

Currency	Exchange rate close			Average exchange		
	31-03-16	31-12-15	Var.	31-03-16	31-03-15	Var.
American dollars	1.1385	1.0887	4.6%	1.1020	1.1361	(3.0%)
Macanese pataca	9.0930	8.6907	4.6%	8.8171	9.0742	(2.8%)
Mozambican metical	57.2200	49.2900	16.1%	52.9000	37.6425	40.5%
Venezuelan bolivar	310.7107	216.3232	43.6%	242.1312	13.6335	1676.0%
Angola Kwanza	178.6550	147.8315	20.9%	167.7606	119.7010	40.1%
Algerian dinar	123.4917	116.5985	5.9%	118.8294	105.7923	12.3%
Moroccan Dirham	10.9492	10.7806	1.6%	10.8349	10.8364	(0.0%)
Brazilian real	4.1174	4.3117	(4.5%)	4.2995	3.2465	32.4%
Ukrainian hryvnia	29.8287	26.1593	14.0%	28.3216	23.3448	21.3%
Namibian dollar	16.7866	16.9530	(1.0%)	17.1722	13.3347	28.8%
Cape Verde Escudo	110.2650	110.2650	-	110.2650	110.2650	-
Russian ruble	76.3051	80.6736	(5.4%)	80.6173	70.9755	13.6%
Tunisian Dinar	2.2923	2.2153	3.5%	2.2442	2.1871	2.6%
South Africa Rand	16.7866	16.9530	(1.0%)	17.1722	13.3347	28.8%
Colombian Peso	3,413.9400	3,456.0800	(1.2%)	3,522.1225	2,814.0575	25.2%

7 – INFORMATION BY OPERATING SEGMENTS

The Group organises its activity according to the following business segments:

- Construction;
- Concessions and services;
- Real estate;
- Hotel services;
- Distribution;
- Energy;
- Automotive.

The sales and services rendered and the earnings of each of operating segment referred to above for the semesters ended on 31 March 2016 and 2015, were as follows:

Segment	Sales and services rendered						Operational Income	
	1 st Quarter 16			1 st Quarter 15			1 st Quarter 16	1 st Quarter 15
	External clients	Intersegmental	Total	External clients	Intersegmental	Total		
Construction	122,217	9,700	131,917	149,300	18,621	167,921	(2,099)	(18,331)
Concessions and services	26,301	6,171	32,472	25,941	5,936	31,877	3,207	3,794
Real estate	24,454	3,178	27,632	29,711	3,893	33,604	10,902	14,895
Hotel services	12,675	3,821	16,496	18,885	6,223	25,108	(1,562)	731
Distribution	74,431	1,439	75,870	71,993	928	72,921	15,389	794
Energy	4,886	-	4,886	5,179	2	5,181	393	1,229
Automotive	24,522	955	25,477	58,485	1,737	60,222	7,376	9,318
Not included in the segments	-	-	-	-	-	-	(3,232)	(2,888)
Removals	-	(25,264)	(25,264)	-	(37,340)	(37,340)	(1)	(1)
	289,486	-	289,486	359,494	-	359,494	30,373	9,541
Costs and financial losses (Note 9)							(127,091)	(173,660)
Income and financial earnings (Note 9)							80,416	191,241
Income related to investment activities (Note 9)							273	310
Results before taxes							(16,029)	27,432

Inter-segmental transactions are carried out under market conditions and terms, equivalent to transactions made with third parties.

The accounting policies in the various segments are consistent with the Group policies described in Note 2.

Other information:

Segment	Fixed capital expenditures		Amortizations and depreciations in results		Provisions and impairment losses	
	1 st Quarter 16		1 st Quarter 15		1 st Quarter 16	
	1 st Quarter 16	1 st Quarter 15	1 st Quarter 16	1 st Quarter 15	1 st Quarter 16	1 st Quarter 15
Construction	8,922	7,412	9,871	13,547	(1,879)	1,577
Concessions and services	272	724	948	947	(47)	629
Real estate	2,670	2,385	1,491	2,052	-	-
Hotel services	163	1,340	3,124	2,629	-	-
Distribution	952	4,981	3,071	2,186	-	-
Energy	93	135	757	621	(115)	(4)
Automotive	526	908	496	661	-	-
Not included in the segments	-	-	12	7	396	-
	13,598	17,885	19,770	22,650	(1,645)	2,202

The assets and liabilities of the segments and their respective reconciliation with the consolidated total, as at 31 March 2016 and 31 December 2015, are as follows:

Segment	Assets								Liabilities	
	31-03-16				31-12-15				31-03-16	31-12-15
	Investments in associates and joint-ventures (Note 15)	Financial assets available for sale (Note 16)	Other Assets	Total	Investments in associates and joint-ventures (Note 15)	Financial assets available for sale (Note 16)	Other Assets	Total		
Construction	1,308	-	1,642,248	1,643,556	1,371	-	2,270,472	2,271,843	1,096,318	1,230,366
Concessions and services	500	-	231,529	232,029	473	-	235,014	235,487	160,515	157,042
Real estate	511	15,887	1,532,237	1,548,635	446	21,761	1,548,671	1,570,878	830,345	851,784
Hotel services	-	-	347,780	347,780	-	-	423,590	423,590	214,140	253,515
Distribution	-	-	233,327	233,327	-	-	290,483	290,483	162,588	204,550
Energy	-	-	41,013	41,013	-	-	42,089	42,089	23,767	24,723
Automotive	24	-	148,233	148,257	24	-	177,322	177,346	89,912	102,969
Not included in the segments	8,999	6,327	941,836	957,162	14,560	8,666	928,662	951,888	660,581	659,148
Removals	-	-	(2,559,299)	(2,559,299)	-	-	(3,101,773)	(3,101,773)	(1,055,999)	(1,140,483)
	11,342	22,214	2,558,904	2,592,460	16,874	30,427	2,814,530	2,861,831	2,182,167	2,343,614

The sales and services rendered, and information on non-monetary non-current assets by geographic segment are broken down as follows for the years ended on 31 March 2016 and 31 and on 31 March 2016 and 31 December 2015, respectively:

Geographic segment	Sales and services rendered		Non-current and non-monetary assets	
	1 st Quarter 16	1 st Quarter 15	31-03-16	31-12-15
Portugal	51,601	51,615	572,634	563,559
Angola	120,257	194,369	431,167	530,787
Algeria	23,139	21,793	25,485	21,978
Brazil	28,389	38,855	29,405	29,561
Spain	8,103	10,571	13,225	13,683
Mozambique	39,448	15,468	29,891	36,060
Venezuela	12,120	26,254	914	1,412
Other	6,429	569	808	846
	289,486	359,494	1,103,529	1,197,886

Non-current, non-monetary assets include goodwill, intangible assets, tangible fixed assets and investment properties.

8 - OPERATING INCOME

Operating profits were as follows for the periods ending 31 March 2016 and 2015:

	1 st Quarter 16	1 st Quarter 15
Sales and services rendered:		
Sales	211,696	279,090
Services rendered	77,790	80,404
	289,486	359,494
Other operating income:		
Works for the company (a)	3,421	3,670
Supplementary income	2,791	1,334
Sales of assets (b)	870	1,349
Reversal of impairment losses in inventories	279	271
Reversal of impairment losses in accounts receivable	173	304
Variation in the fair value of income of investment properties	32	108
Gains in inventories	7	32
Other operating income	306	1,256
	7,879	8,324
	297,365	367,818

(a) Work for the company itself essentially corresponds to costs associated with real estate construction.

(b) During the period ending 31 March 2016, the stated gains were obtained with the divestment of tangible fixed assets worth 870 thousand euros (753 thousand euros in the period ending 31 March, 2015), with the divestment of "PETRIN – Petróleos e Investimentos, S.A." for 596 thousand euros on 31 March 2015, a company that formed part of the scope of consolidation at 31 December 2014.

9 - FINANCIAL RESULTS

Financial results were as follows for the periods ending 31 March 2016 and 2015:

	1 st Quarter 16	1 st Quarter 15
Costs and financial losses		
Supported interests	(18,891)	(24,767)
Unfavourable exchange rate differences	(102,281)	(144,372)
Other costs and financial losses	(5,919)	(4,521)
	(127,091)	(173,660)
Income and financial earnings:		
Obtained interests	3,184	4,954
Favourable exchange rate differences	76,236	185,555
Cash discounts obtained	33	93
Other income and financial earnings	963	639
	80,416	191,241
Income related to investment activities:		
Income related to affiliates and joint-ventures (a)	5,109	(635)
Dividends (b)	1,570	165
Other investments (c)	1,807	780
Income / losses in the measurement of assets available for sale (d)	(8,213)	-
	273	310
Financial Results	(46,402)	17,891

(a) The earnings from associates and joint-ventures for the year ended on 31 March 2016 and 2015 include the effect of the application of the equity method to these investments (Note 15).

(b) At 31 March 2016 and 2015, the values shown correspond to dividends received from “Other Investments”.

(c) At 31 March 2016 and 2015, gains, losses and added value from the divestment of Financial assets available for sale at cost, are accounted for under the item “Other Investments”.

(d) At 31 March 2016, the Group recorded an impairment loss in its share in “Banco Comercial Português, S.A.”, of 8,213 thousand euros.

Net exchange rate differences, recorded during the periods ending 31 March 2016 and 2015, are due to payments and receipts, as well as exchange rate updates on balance sheets, recorded based on currencies other than the Euro.

10 - INCOME TAX

“TD, SA” is the dominant company of a group of companies that pay tax under the Special Taxation Regime for Groups of Companies (RETGS), covering all companies in which it directly or indirectly holds at least 75% of the respective equity, provided that the stake in question grants it over 50% of voting rights and that, at the same time, have effective headquarters and management in Portugal and pay tax under the general Corporation Income Tax regime (“IRC”).

All other subsidiary companies that are not covered by the RETGS, pay tax individually, based on the respective taxable items and the applicable rates of IRC, and municipal and state surtaxes.

“TD, SA” and most of its participated companies based in Portugal, are subject to Corporate Income Tax (‘IRC’) at the rate of 21%. Entities with reportable profit are also subject to the Municipal Surcharge, whose rate may vary to the maximum of 1.5%, as the State Surcharge, incident on taxable profit in excess of EUR 1,500,000, 7,500,000 and EUR 35,000,000, at the rates of 5% and 7%, respectively. The aforementioned entities are also subject to autonomous taxation at the rates, and on the expenses and charges stipulated in article 88 of the IRC Code.

In the calculation of the taxable profit, to which the abovementioned tax rates are applied, non-acceptable amounts for tax purposes are added to and subtracted from the book value profit. These differences between the book value profit or loss and the profit or loss for tax purposes may be of a temporary or permanent nature.

Pursuant to the legislation in force, tax returns in Portugal may be reviewed and corrected by the tax authorities for a period, in general, of four years (five years for Social Security). The review period of tax returns of entities with a presence in other countries varies between three and five years.

The Board of Directors believes that any corrections which might arise from any tax reviews/inspections to these tax returns will not significantly affect the consolidated financial statements as at 31 March 2016.

The Group records deferred taxes corresponding to the temporary differences between the book value of the assets and liabilities and the corresponding tax base, as laid down in IAS 12 - Income Tax (Note 18).

The income taxes recognised for the years ended on 31 March 2016 and 2015 are as follows:

	1 st Quarter 16	1 st Quarter 15
Current Tax:		
Income tax in Portugal	(3,217)	(2,394)
Income tax in other jurisdictions	(15,687)	(9,980)
Current Tax	(18,904)	(12,374)
Deferred tax (Note 18)	23,488	316
	4,584	(12,058)

In addition to the amounts of deferred taxes recorded directly in the income statement, deferred taxes amounting to EUR 463 thousand were recorded directly in equity as at 31 March 2016 (EUR 5,618 thousand as at 31 March 2015) (Note 18).

11 - EARNINGS PER SHARE

Earnings per share for the years ended 31 March 2016 and 2015 were determined based on the following amounts:

	1 st Quarter 16	1 st Quarter 15
Result to estimate the net result by basic share (net result of quarter)	(22,461)	15,268
Weighted average number of shares to estimate the net result by basic share (millions)	420,000	420,000
Net result by basic share	(0.05)	0.04

Since for the financial years ended on 31 March 2016 and 2015 there were no dilution effects of the earnings per share, the diluted earnings per share are the same as the basic earnings per share.

12 - DIVIDENDS

The General Meeting of Shareholders held on 28 May, 2016 discussed the distribution of dividends amounting to 1,680 thousand euros, corresponding to 0.004 euros per share, taking into consideration the Company's separate financial statements at 31 December, 2015.

13 - TANGIBLE FIXED ASSETS

During the years ended on 31 March 2016 and 2015, the movement in fixed tangible assets and their depreciation and accumulated impairment losses was as follows:

	Land and natural resources	Buildings and other constructions	Basic equipment	Transportation equipment	Tools and Utensils	Administrative equipment	Others tangible fixed assets	Ongoing tangible fixed assets	Advances on account of assets tangible assets	Total
Gross asset:										
Balance on January 1 st , 2015	32,114	535,129	434,009	89,711	44,151	41,181	10,455	77,649	151	1,264,550
Scope changes	(4,322)	(10,445)	(7,773)	(102)	(21)	(935)	(155)	-	-	(23,753)
Effect of currency translation	22	43,308	4,594	2,524	627	2,721	460	8,818	19	63,093
Additions	-	1,733	5,053	3,147	605	904	121	5,472	-	17,035
Transfers and reductions	-	351	4,604	(854)	(19)	(74)	(48)	(6,608)	-	(2,648)
Sales	-	(28)	(1,119)	(2,438)	(70)	(80)	(35)	-	-	(3,770)
Balance on March 31 st , 2015	27,814	570,048	439,368	91,988	45,273	43,717	10,798	85,331	170	1,314,507
Balance on January 1 st , 2016	24,448	565,696	416,283	85,066	45,364	42,567	11,724	41,632	168	1,232,948
Effect of currency translation	(101)	(59,222)	11,140	2,480	(441)	(3,085)	(843)	(6,909)	(89)	(57,070)
Additions	-	1,027	6,124	1,387	766	202	90	3,390	17	13,003
Transfers and reductions	(362)	626	311	(116)	(4,799)	(436)	(23)	(5,154)	(17)	(9,970)
Sales	-	(2,899)	(1,036)	(609)	(12)	(6)	(9)	-	-	(4,571)
Balance on March 31 st , 2016	23,985	505,228	432,822	88,208	40,878	39,242	10,939	32,959	79	1,174,340
Depreciation and losses from impairment:										
Balance on January 1 st , 2015	167	160,199	302,124	62,927	33,285	31,479	6,252	-	-	596,433
Scope changes	-	(6,439)	(7,336)	(102)	(21)	(925)	(155)	-	-	(14,978)
Exchange conversion effect	-	10,590	3,427	1,381	356	2,110	205	-	-	18,069
Reinforcements	-	5,668	11,709	2,809	898	1,038	177	-	-	22,299
Transfers and reductions	-	(2)	(84)	(74)	(39)	(136)	(9)	-	-	(344)
Sales	-	(5)	(1,046)	(1,860)	(31)	(60)	(19)	-	-	(3,021)
Balance on March 31 st , 2015	167	170,011	308,794	65,081	34,448	33,506	6,451	-	-	618,458
Balance on January 1 st , 2016	164	155,363	306,534	63,946	35,404	34,066	6,485	-	-	601,962
Exchange conversion effect	-	(11,942)	13,092	2,982	(287)	(2,117)	(462)	-	-	1,266
Reinforcements	-	5,710	8,492	2,949	776	649	761	-	-	19,337
Transfers and reductions	-	(225)	(234)	(94)	(4,760)	(429)	(279)	-	-	(6,021)
Sales	-	(2,599)	(560)	(592)	(12)	(6)	(9)	-	-	(3,778)
Balance on March 31 st , 2016	164	146,307	327,324	69,191	31,121	32,163	6,496	-	-	612,766
Net value:										
On March 31 st , 2015	27,647	400,037	130,574	26,907	10,825	10,211	4,347	85,331	170	696,049
On March 31 st , 2016	23,821	358,921	105,498	19,017	9,757	7,079	4,443	32,959	79	561,574

The additions to tangible fixed assets during the year ended on 31 March 2016 refer mainly to investments in facilities and equipment.

As at 31 March 2016, the tangible assets in progress include EUR 24,919 thousand relative to buildings and other constructions in progress, in particular the following:

- For the Distribution sector, the expansion of the network of shops in Angola;
- For the Distribution and Automotive sectors, logistics facilities in Angola.

14 - INVESTMENT PROPERTIES

During the years ended on 31 March 2016 and 2015, the movement in investment properties was as follows:

	2016	2015
Balance on January 1st	511,683	482,185
Effect of currency translation	(16,586)	11,240
Increases / (sales)	(3,488)	(905)
Variation in fair value	32	(182)
Transfers of tangible fixed assets	191	4,398
Balance on March 31st	491,832	496,736

The income gained from investment property arising from operating leasing contracts reached EUR 7,495 thousand for the financial year ended on 31 March 2016 (EUR 7,785 thousand as at 31 March 2015). For the financial year ended on 31 March 2016, direct operating costs related to investment properties reached EUR 622 thousand (EUR 786 thousand as at 31 March 2015).

15 - INVESTMENTS IN ASSOCIATES AND JOINT-VENTURES

The following associates and joint-ventures were recorded through the equity method as at 31 March 2016:

Social Denomination	Head Office	Percentage effective participation
ALVORADA PETRÓLEO, S.A.	Rua Paraíba, nº 1000, sala 1518, 15º andar – Bairro Funcionário Belo Horizonte - Minas Gerais - Brasil	43,20%
ALSOMA, GEIE.	3 Av André Malraux Levallois Peret - França	27,00%
AVIAS - Grupo Ferroviário para a Alta Velocidade, ACE	Edifício 1, Lagoas Park Porto Salvo	14,10%
AVIA PORTUGAL - Produtos Petrolíferos, S.A.	Edifício 1, Lagoas Park Porto Salvo	40,00%
CAIS DE CRUZEIROS 2ª FASE, ACE	Rua da Tapada da Quinta de Cima Linhó – Sintra	15,00%
CONBATE, ACE	Edifício 2, Lagoas Park Porto Salvo	20,00%
CONSORCIO MINERO LUSO VARGAS C.A. (CONLUVAR)	Av. Venezuela com Calle Mohedano, Torre JWM Piso 5, Of. 5-2, Urb El Rosal – Caracas - Venezuela	49,00%
CONSORCIO OPSUT 2010	Calle 4, Casa nº 4, Urbanizacion Los Laureles Valle de la Pascoa - Venezuela	51,00%
DOURO LITORAL, ACE	Tower Plaza, Rotunda Edgar Cardoso, nº 23, 12º andar Sala C, G e H – Vila Nova de Gaia	40,00%
D.L.O.E.A.C.E. – Douro Litoral Obras Especiais, ACE	Edifício 2, Lagoas Park Porto Salvo	40,00%
FERROVIAL/TEIXEIRA DUARTE - Obras Hidráulicas do Alqueva, ACE	Edifício Central Park Rua Alexandre Herculano, Nº 3, 2º - Linda-a-Velha	50,00%
GMP – Grupo Marítimo Português, ACE	Edifício 1, Lagoas Park Porto Salvo	20,04%
GMP MEK– Grupo Marítimo Português Mers El Kibir, ACE	Edifício 1, Lagoas Park Porto Salvo	20,04%
IMOC - Empreendimentos Imobiliários, S.A.	Av. Julius Nyerere, 130 Maputo	49,92%
METROLIGEIRO - Construção de Infraestruturas, ACE	Rua Abranches Ferrão, nº 10 – 5º F Lisboa	26,80%
NOVA ESTAÇÃO, ACE	Edifício 6 – Piso 1, Lagoas Park Porto Salvo	25,00%
RPK Gulfstream, Ltd.	Tri Ruchja str. 183003, Murmansk	42,70%
AK10 - Empreendimentos e Participações SPE Ltda.	Alameda Santos, nº 960, 19º andar, Edifício CYK Cerqueira César – São Paulo	25,00%
SOMAFEL E FERROVIAS, ACE	Edifício 1, Lagoas Park Porto Salvo	36,00%
TEIXEIRA DUARTE - SOPOL - Metro Superfície, ACE	Edifício 2, Lagoas Park Porto Salvo	57,30%
TRÊS PONTO DOIS - Trabalhos Gerais de Construção Civil, Via e Catenária de Modernização da Linha do Norte, ACE	Av. das Forças Armadas, 125 - 2º C Lisboa	50,00%

The investments in associates and joint-ventures showed the following movements in the years ended on 31 March 2016 and 2015:

	Capital shares	Goodwill	Total
Balance on January 1st, 2015	28,949	11,643	40,592
Effects of the application of equity method:			
- Effect on the financial year result (Note 9)	(635)	-	(635)
- Effect in equity	(2,279)	-	(2,279)
Effect of currency translation	123	-	123
Other	268	-	268
Balance on March 31st, 2015	26,426	11,643	38,069
Balance on January 1st, 2016	16,874	-	16,874
Effects of the application of equity method:			
- Effect on the financial year result (Note 9)	5,109	-	5,109
- Effect in equity	(8,358)	-	(8,358)
Effect of currency translation	(2,233)	-	(2,233)
Other	(50)	-	(50)
Balance on March 31st, 2016	11,342	-	11,342

Investments in associated companies and joint-ventures as at 31 March 2016 and 31 December 2015 are broken down as follows:

Affiliates and joint-ventures	31-03-16		31-12-15		Value of financial position
	Capital shares	Goodwill	Capital shares	Goodwill	
IMOC - Empreendimentos Imobiliários, S.A.R.L.	8,999	-	14,560	-	14,560
RPK Gulfstream Ltd.	500	-	473	-	473
Alvorada Petróleos, S.A.	496	-	430	-	430
SCP AK-10 Empreendimentos e Participações SPE LTDA.	15	-	16	-	16
Other	1,332	-	1,395	-	1,395
	11,342	-	16,874	-	16,874

(494,809)

These shares are stated using the equity method, which, in the years ended on 31 March 2016 and 2015, had the following impacts:

1 st Quarter 16			
Affiliates and joint-ventures	Income and losses in affiliates and joint-ventures (Note 9)	Adjustments of capital shares	Total
Alvorada Petróleos, S.A.	(12)	58	46
IMOC - Empreendimentos Imobiliários, S.A.R.L.	5,108	(8,416)	(3,308)
SCP AK-10 Empreendimentos e Participações SPE LTDA.	(1)	-	(1)
Other	14	-	14
	5,109	(8,358)	(3,249)

1st Quarter 15			
Affiliates and joint-ventures	Income and losses in affiliates and joint-ventures (Note 9)	Adjustments of capital shares	Total
Alvorada Petróleos, S.A.	(5)	(48)	(53)
IMOC - Empreendimentos Imobiliários, S.A.R.L.	(555)	(2,231)	(2,786)
SCP AK-10 Empreendimentos e Participações SPE LTDA.	4	-	4
Other	(79)	-	(79)
	(635)	(2,279)	(2,914)

16 - FINANCIAL ASSETS AVAILABLE FOR SALE

During the years ended on 31 March 2016 and 2015, the movements which occurred in the valuation of the financial assets available for sale, stated at their respective fair value, were as follows:

	2016	2015
Fair Value on January 1st	30,427	59,887
Increase in fair value	-	22,658
Reduction in fair value	(8,213)	-
Fair Value on March 31st	22,214	82,545

At 31 March 2015 and 31 December 2015, the Group held 622,229,693 shares in Banco Comercial Português, S.A., corresponding to 1.05% of the respective share capital and voting rights, classified as financial assets available for sale.

The financial assets available for sale, and their respective cost and market values, as at 31 March 2016 and 31 December 2015, are as follows:

	31-03-16		31-12-15	
	Cost V.	Market V.	Cost V.	Market V.
Banco Comercial Português, S.A.	739,822	22,214	739,822	30,427
	739,822	22,214	739,822	30,427

17 - FINANCIAL ASSETS FOR SALE

At 31 March 2016 and 31 December 2015, the asset classified as held for sale corresponded to the estimated sale value of the share in "Limited Liability Company Cement".

18 - DEFERRED TAX

All situations which could significantly affect future taxes are recorded by applying the rules on deferred taxes.

The movement occurred on the assets and liabilities by deferred tax for the financial years ended on March 31st, 2016 and 2015 was as follows:

	Assets for deferred tax		Liabilities for deferred tax	
	2016	2015	2016	2015
Balance on January 1st	194,913	171,219	59,019	56,080
Constitution / Reversal				
Net income (Note 10)	23,742	2,806	254	2,490
Equity	463	(4,432)	-	1,186
Exchange conversion effect and adjustments	(3,244)	1,368	(2,826)	2,439
Scope changes	-	(33)	-	-
Balance on March 31st	215,874	170,928	56,447	62,195

Deferred tax assets are only recorded insofar as it is considered that taxable profits are likely to occur in future taxation periods which may be used to recover the tax losses or deductible tax differences. This appraisal is based on business plans of Group companies, which are periodically reviewed and updated, and on prospects of generating taxable results.

19 - RELATED PARTIES

The transactions and balances between "TD,S.A." and the companies of the Group included in the consolidation perimeter, which are related parties, were eliminated in the consolidation process and are not disclosed in the present note. The balances and transactions between the Group and the associates and joint-ventures, related and individual companies with significant voting power which have their own companies, are detailed below.

The terms or conditions applied between these related parties are, in substance, identical to those which would normally be contracted, accepted and applied between independent entities in comparable operations.

The main balances with related parties as at 31 March 2016 and 31 December 2015 can be broken down as follows:

Entities	Balance Receivable		Balance Payable		Granted loans		Other debts	
	31-03-16	31-12-15	31-03-16	31-12-15	31-03-16	31-12-15	31-03-16	31-12-15
AEBT - Auto Estradas do Baixo Tejo, S.A.	7	7	-	-	5,373	5,373	-	-
AEDL - Auto Estradas do Douro Litoral, S.A.	-	-	-	-	-	1,202	-	-
CINTEL - Construção Interceptor Esgotos, S.A.	46	46	-	-	4	4	-	-
CONBATE, ACE	18	20	1	-	-	-	-	-
Consórcio Minero Luso Vargas - CONLUVAR	369	519	94	135	-	-	-	-
Consórcio OPSUT 2010	113	164	18	28	-	-	-	-
DOURO LITORAL, ACE	15	12	95	61	-	-	-	-
DOURO LITORAL OBRAS ESPECIAIS, ACE	-	-	2	2	-	-	(269)	(269)
EIA - Ensino de Investigação e Administração, S.A.	9	9	-	-	-	-	-	(324)
GMP - Grupo Marítimo Português, ACE	101	106	10	10	-	-	-	-
GMP MEK - Grupo Marítimo Português Mers El Kibir, ACE	26	24	-	-	-	-	-	-
INVESTIPART - Participações e Investimentos, S.A.	-	3	-	-	-	-	-	-
IMOC - Empreendimentos Imobiliários, S.A.R.L.	8,607	10,246	75	183	-	-	(120)	(126)
Limited Liability Company Cement	-	-	-	-	16,072	16,072	-	-
LUSOPONTE - Concessionária para a Travessia do Tejo, S.A.	-	-	-	-	150	150	-	-
METROLIGEIRO - Construção de Infraestruturas, ACE	16	11	-	-	-	-	-	-
Moreira e Cunha, Lda.	3	5	-	-	-	-	-	-
MTS - Metro Transportes do Sul, S.A.	-	-	-	-	740	740	-	-
NOVA ESTAÇÃO, ACE	1,017	1,017	88	60	-	-	(13)	-
Promociones Inmobiliárias 3003, C.A.	-	-	-	-	-	-	(30)	(32)
RPK Gulfstream, Ltd.	-	-	-	-	1,307	1,236	-	-
SOMAFEL/FERROVIAS, ACE	27	3	37	10	-	-	-	-
TEIXEIRA DUARTE - SOPOL - Metro Superfície, ACE	6	6	50	58	-	-	-	-
TRÊS PONTO DOIS - Trabalhos Gerais de Construção Civil, Via e Catenária de Modernização da Linha do Norte, ACE	-	-	35	35	-	-	-	-
	10,380	12,198	505	582	23,646	24,777	(432)	(751)

The main transactions carried out with related parties during the periods ended on 31 March 2016 and 2015 were as follows:

	Sales and services rendered		Purchases and services obtained		Charged interests	
	1 st Quarter 16	1 st Quarter 15	1 st Quarter 16	1 st Quarter 15	1 st Quarter 16	1 st Quarter 15
AEBT - Auto Estradas do Baixo Tejo, S.A.	6	8	-	-	-	-
CONBATE, ACE	22	25	1	-	-	-
Consórcio Mineiro Luso Vargas - CONLUVAR	152	514	-	662	-	-
Consórcio OPSUT 2010	1	868	-	467	-	-
DOURO LITORAL, ACE	16	12	34	31	-	-
GMP - Grupo Marítimo Português, ACE	10	12	-	-	-	-
GMP MEK – Grupo Marítimo Português Mers El Kibir, ACE	2	1	-	-	-	-
IMOC - Empreendimentos Imobiliários, S.A.R.L.	613	1,071	55	54	-	-
Limited Liability Company Cement	-	-	-	-	442	442
METROLIGEIRO - Construção de Infraestruturas, ACE	5	5	-	-	-	-
Moreira e Cunha, Lda.	8	9	-	-	-	-
NOVA ESTAÇÃO, ACE	-	-	28	10	-	-
SOMAFEL/FERROVIAS, ACE	19	1	37	10	-	-
TEIXEIRA DUARTE/OPCA - Fungere - Parcela 1.18 do Parque das Nações em Lisboa - 3ª Fase - Empreitada de Acabamentos e Instalações Especiais dos Edifícios para o Hotel e Escritórios, ACE	-	-	1	-	-	-
TEIXEIRA DUARTE - SOPOL - Metro Superfície, ACE	-	5	-	10	-	-
	854	2,531	156	1,244	442	442

The remunerations of the members of TD,S.A. governing bodies for the periods ended on 31 March 2016 and 2015 were as follows:

	1 st Quarter 16	1 st Quarter 15
Executive Directors:		
Short-term benefits	186	216
Supervisory Board:		
Short-term benefits	17	17
Chartered accountant:		
Short-term benefits	15	15
	218	248

The remunerations of the members of TD,S.A. administration for the periods ended on 31 March 2016 and 2015 were as follows:

	1 st Quarter 16	1 st Quarter 15
Senior management:		
Short-term benefits	1,257	1,262
	1,257	1,262

20 - NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT

Cash and cash equivalents

This item had the following composition at 31 March 2016 and 31 December 2015:

	31-03-16	31-12-15
Bank deposits	145,302	171,868
Time deposits	57,253	74,623
Other treasury applications	6,593	2,518
Cash	3,011	3,684
	212,159	252,693

The cash and equivalent heading includes cash, deposits payable on demand, cash investments and term deposits with maturity of less than three months, repayable on demand, and for which the risk of change of value is insignificant.

Cash flow from investment activities

Revenue from financial investments for the years ended on 31 March 2016 and 2015 refer to the disposal of equity interests in the following companies:

	1 st Quarter 16	1 st Quarter 15
AEDL - Auto-Estradas do Douro Litoral, S.A.	2,491	-
PETRIN - Petróleos e Investimentos, S.A.	-	10,153
Banco Bilbao Vizcaya Argentaria, S.A.	-	4,904
	2,491	15,057

Payments related to financial investments in the financial years ending on March 31, 2016 and 2015, concern the purchase of shares to the following associated company:

	1 st Quarter 16	1 st Quarter 15
Banco Bilbao Vizcaya Argentaria, S.A.	-	1,628
	-	1,628

Dividends received in the financial years ending on March 31, 2016 and 2015 were as follows:

	1 st Quarter 16	1 st Quarter 15
LUSOPONTE - Concessionária para a Travessia do Tejo, S.A.	1,310	-
CPM - Companhia de Parques de Macau, S.A.R.L.	260	165
	1,570	165

21 - SHARE CAPITAL

As at 31 March 2015, the underwritten and paid-up share capital was represented by 420,000,000 shares with the nominal value of EUR 0.5 each.

As at 31 March 2016, TEIXEIRA DUARTE - Sociedade Gestora de Participações Sociais, S.A. directly held 203,520,000 shares representing the share capital of Teixeira Duarte, S.A., corresponding to 48.46% of its share capital.

22 - RESERVES AND RETAINED EARNINGS

Legal reserve: Pursuant to the current legislation, the Company is obliged to transfer at least 5% of its annual net profit to the legal reserve, until it reaches at least 20% of the share capital. This reserve is not distributable to shareholders, but may be used to absorb losses, after all other reserves have been depleted, or incorporated in the share capital.

Fair value reserve: The fair value reserve represents the difference between the cost value and market value of the financial assets available for sale, not yet recognised in the income statement.

Free reserves: Free reserves are available for distribution, under the terms and subject to the limits stated in the Code of Commercial Companies.

Hedge operation reserve: The hedge operation reserve reflects the effective component (net of the tax effect) of the changes in the fair value of the derivative financial instruments classified as cash flow hedges.

23 - LOANS

As at 31 March 2016 and 31 December 2015, the loans received were as follows:

	31-03-16	31-12-15
Non-current liabilities:		
Bank loans a)	203,468	217,980
Commercial role b)	475,905	432,257
Debentures loans c)	15,300	15,300
	694,673	665,537
Current liabilities:		
Bank loans a)	606,368	617,139
Commercial role b)	63,907	117,457
	670,275	734,596
	1,364,948	1,400,133

a) Bank loans

As at 31 March 2016, the internal bank loans, bank overdrafts and escrow accounts earned interest at the weighted annual average rate of 4.5% (4.71% as at 31 March 2015).

As at 31 March 2016, the most significant bank loans contracted by the Group essentially correspond to:

Loan raised from Caixa Banco de Investimento, S.A. and Caixa Geral de Depósitos, S.A., contracted on 21 February 2008 of the value on March 2016 of EUR 44,422 thousand, which will be repaid in 36 equal and successive instalments, ending on 10 December 2033.

Loan taken out by the Group at Caixa Geral de Depósitos, S.A. on 30 December 2008, of the value on March 2016 of EUR 27,693 thousand, which will be repaid in 93 equal and successive monthly instalments, ending on 30 December 2023.

Loan raised from Banco Caixa Geral Angola, contracted on 21 December 2011 of the value on March 2016 of EUR 6,757 thousand, which will fall due on 28 February 2019.

Loan raised from Banco Bradesco, S.A., contracted on 27 March 2012 of the value on March 2016 of EUR 1,673 thousand, which will fall due on 27 February 2019.

Loan raised from Banco BIC de Angola, contracted on 9 October 2012 of the value on March 2016 of EUR 5,930 thousand, which will fall due on 5 December 2019.

Loan raised from Banco BIC de Angola, contracted on 9 October 2012 of the value on March 2016 of EUR 14,081 thousand, which will fall due on 13 December 2019.

Loan raised from Banco Privado Atlântico de Angola, contracted on 12 October 2012 of the value on March 2016 of EUR 6,759 thousand, which will fall due on 18 October 2017.

Loan raised from Banco Popular Portugal, S.A., contracted on 13 December 2012 of the value on March 2016 of EUR 1,847 thousand. Current capital will be amortised throughout the contractual period, according to the agreed adjustment table, by the product of selling the real estate subject to the mortgage, with the remaining amount being settled through bullet amortisation on 13 December 2016.

Loan raised from Banco Itaú Unibanco, S.A., contracted on 29 August 2013 of the value on March 2016 of EUR 12,162 thousand, which will fall due on 20 January 2017.

Loan raised from Banco Itaú Unibanco, S.A., contracted on 30 August 2013 of the value on March 2016 of EUR 4,040 thousand, which will fall due on 20 May 2017, and may be renewed for another four months.

Loan raised from Banco Itaú Unibanco, S.A., contracted on 11 September 2013 of the value on March 2016 of EUR 4,488 thousand, which will fall due on 20 December 2016.

Loan raised from Banco Caixa Geral Angola, contracted on 23 January 2014 of the value on March 2016 of EUR 9,484 thousand, which will fall due on 30 April 2021.

Loan raised from Banco Angolano de Investimento, contracted on 20 February 2014 of the value on March 2016 of EUR 21,141 thousand, which will fall due on 31 October 2020.

Loan raised from Banco BIC de Angola, contracted on 22 September 2014 of the value on March 2016 of EUR 13,166 thousand, which will fall due on 13 December 2021.

Loan from Banco do Brasil S.A. taken out on 17 October 2014, amounting to 5,200 thousand euros at the end of March, 2016, which will be amortised in half yearly amounts of 1,300 thousand euros.

Loan from Caixa Económica Montepio Geral, taken out on 23 October 2014, amounting to 8,000 thousand euros at the end of March 2016, which will be repaid in 84 constant and successive monthly instalments of capital and interest, after a waiting period of twenty four months, maturing on 23 October 2023.

Loan from Caixa Económica Montepio Geral, taken out on 23 October 2014, amounting to 2,435 thousand euros at the end of March 2016, which will be repaid in 43 constant and successive monthly instalments, maturing on 23 October 2019.

Loan raised from Novo Banco, S.A., contracted on 24 October 2014 of the value on March 2016 of EUR 7,000 thousand, which will fall due on 30 April 2016.

Loan raised from Banco BANRISUL, S.A., contracted on 24 November 2014 of the value on March 2016 of EUR 405 thousand, which will fall due on 27 November 2016.

Loan raised from Banco BANRISUL, S.A., contracted on 24 November 2014 of the value on March 2016 of EUR 431 thousand, which will fall due on 27 April 2017.

Loan raised from Banco Caixa Geral Angola, contracted on 31 December 2014 of the value on March 2016 of EUR 6,897 thousand, which will fall due on 31 December 2021.

Loan from Novo Banco, S.A., taken out on 26 January 2015, amounting to 28,750 thousand euros at the end of March, 2016, which will be amortised half yearly through amounts varying between 1,000 thousand euros and 2,500 euros, with the last payment of 16,500 thousand euros being paid on 30 December 2019.

Loan raised from Banco SANTANDER, S.A., contracted on 30 April 2015 of the value on March 2016 of EUR 969 thousand, which will fall due on 27 April 2017.

Loan raised from Banco Caixa Geral, S.A., contracted on 13 May 2015 of the value on March 2016 of EUR 6,702 thousand, which will fall due on 13 November 2016.

Loan from Novo Banco, S.A., taken out on 20 May 2015, amounting to 10,228 thousand euros at the end of March 2016, which will be repaid in 8 quarterly instalments starting on 30 September 2015.

Loan from Banco Caixa Geral, S.A., taken out on 18 June 2015, amounting to 729 thousand euros at the end of March 2016, which will be repaid on 31 October, 2016.

Loan raised from Banco Caixa Geral Angola, contracted on 26 November 2015 of the value on March 2016 of EUR 12,304 thousand, which will fall due on 29 June 2020.

Loan from Banco Caixa Geral, S.A., taken out on 29 December 2015, amounting to 2,000 thousand euros at the end of March 2016, which will be repaid on 20 December, 2016.

Loan from Banco do Brasil S.A. taken out on 22 January 2016, with a duration of 3 years, amounting to 3,500 thousand euros at the end of March, 2016, which will be amortised in annual amounts of 1,167 thousand euros.

Loan from Novo Banco, S.A., taken out on 5 February 2016, with a maximum amount of 10,000 thousand euros, used in its entirety at the end of March 2016, which will amortise on 30 June 2016.

Loan from Banco Comercial Português, S.A., taken out on 29 March 2016, amounting to 10,000 thousand euros at the end of March 2016; the capital will be amortised in successive and equal half yearly instalments, payable in arrears, of capital and interest, the first on 29 September 2016 and the last on 20 February 2023.

Loan from Caixa Geral de Depósitos, S.A., taken out on 29 February 2016, amounting to 7,000 thousand euros at the end of March 2016; the current capital will be amortised on 29 May 2016.

Factoring line with recourse with Banco Caixa Geral, S.A., amounting to 5,000 thousand euros, of which 4,949 thousand euros were used at the end of March 2016.

Factoring line with recourse with Banco Caixa Geral, S.A., amounting to 10,000 thousand US dollars, of which 1,023 thousand US dollars were used at the end of March 2016, corresponding to 899 thousand euros.

Factoring line with recourse with Novo Banco, S.A., amounting to 3,500 thousand euros, of which 1,160 thousand euros were used at the end of March 2016.

As part of the scope of an overseas commercial discount line (Venezuela) granted by TEIXEIRA DUARTE - Engenharia e Construções, S.A., with Caixa Geral de Depósitos for the amount of 9.413 thousand US dollars, at the end of March 2016, corresponding to 8,268 thousand euros.

As part of the scope of an overseas commercial discount line (Algeria) granted by TEIXEIRA DUARTE - Engenharia e Construções, S.A., with Caixa Geral de Depósitos for the amount of 38.302 thousand euros, of which the amount of 27,792 thousand euros were used at the end of March 2016.

As part of the scope of an overseas commercial discount line (Angola) granted by TEIXEIRA DUARTE – Engenharia e Construções, S.A., Teixeira Duarte - Distribuição, S.A, EPOS – Empresa Portuguesa de Obras Subterrâneas, S.A. and TDO – Investimento e Gestão, S.A., with Caixa Geral de Depósitos for the amount of 15,000 thousand euros, of which at the end of March 2016, the amounts of 1,930 thousand euros, 4,070 thousand euros and 4,378 thousand euros respectively were used.

As part of the scope of an overseas commercial discount line (Mozambique) granted by TEIXEIRA DUARTE – Engenharia e Construções, S.A. and by TDGI – Tecnologia de Gestão de Imóveis, S.A., with Caixa Geral de Depósitos for the amount of 6,126 thousand euros, which was used in its entirety by the companies at the end of March 2016, amounting to 5,059 thousand euros and 1,067 thousand euros, respectively.

As part of the scope of an overseas commercial discount line (Angola market) granted by TEIXEIRA DUARTE - Engenharia e Construções, S.A., with Banco Privado Atlântico Europa for the amount of 4,721 thousand euros, which was used in its entirety at the end of March 2016.

As part of the scope of an overseas commercial discount line (Angola market) granted by Teixeira Duarte Distribuição, S.A, and by TDO – Investimento e Gestão, S.A., with Banco BAI Europa for a global amount of 7,500 thousand euros, of which 3,124 and 3,734 thousand euros respectively were used at the end of March.

As part of the scope of a line of credit, granted by TEIXEIRA DUARTE – Engenharia e Construções, S.A. - Venezuela Branch, on 29 July 2013, with CorpBanca, C.A. (which was dissolved as a consequence of a merger through its incorporation into Banco Occidental de Descuento, C.A.), for a maximum amount of 100,000 thousand Venezuelan bolivars, increased to 200,000 thousand Venezuelan bolivars, in May 2014, with the approval in November 2014 of a further increase to 300,000 thousand Venezuelan bolivars, of which 184,375 thousand Venezuelan bolivars were used at the end of March 2016, which, at the exchange rate at the end of March 2016, correspond to 593 thousand euros.

As part of the scope of a line of credit, granted by TEIXEIRA DUARTE – Engenharia e Construções, S.A. - Venezuela Branch, on 29 July 2013, with Mercantil, C.A. Banco Universal, on 4 April 2013, for a maximum amount of 150,000 thousand Venezuelan bolivars, increased to a maximum limit of 300,000 thousand Venezuelan bolivars, in May 2014, with the approval in April 2015 of a further increase to 400,000 thousand Venezuelan bolivars, of which 399,520 thousand Venezuelan bolivars were used at the end of March 2016, which, at the exchange rate at the end of March 2016, correspond to 1,286 thousand euros.

As part of the scope of a line of credit, granted by TEIXEIRA DUARTE – Engenharia e Construções, S.A. - Venezuela Branch, on 13 February 2014, with Banco del Caribe C.A., for a maximum amount of 200,000 thousand Venezuelan bolivars, used in its entirety at the end of March 2016, which, at the exchange rate at the end of March 2016, correspond to 644 thousand euros.

As part of the scope of a line of credit, granted by TEIXEIRA DUARTE – Engenharia e Construções, S.A. - Venezuela Branch, on 13 February 2014, with Banco del Caribe C.A., for a maximum amount of 200,000 thousand Venezuelan bolivars, used in its entirety at the end of March 30.000, which, at the exchange rate at the end of March 2016, correspond to 97 thousand euros.

As part of the scope of a line of credit, granted by TEIXEIRA DUARTE – Engenharia e Construções, S.A. - Venezuela Branch, on 5 December 2013, with Novo Banco Venezuela Branch, for a maximum amount of 15,000 thousand Venezuelan bolivars, increased in January 2014 to a maximum limit of 17,000 thousand bolivars, used in its entirety at the end of March 2016, which, at the exchange rate at the end of March 2016, correspond to 55 thousand euros.

All lines of credit granted by TEIXEIRA DUARTE - Engenharia e Construções, S.A. - Venezuela Branch are negotiated and renegotiated for periods of 12, 18 and 24 months, and interest is payable on the amounts of these lines of credit that are used at normal rates for identical operations, on the local market, on the respective usage dates, which are charged monthly, quarterly or half-yearly, depending on the use.

As at 31 March 2016 and 31 December 2015, the bank loans also include the pledged accounts of the value of EUR 451,617 thousand and EUR 456,648 thousand, respectively.

b) Commercial role

As at 31 March 2016, the Group had negotiated the following commercial paper programmes:

Grouped programme of commercial paper issues contracted with Haitong Bank, S.A. and Novo Banco, S.A., on 16 December 2005, for the amount of 100,000 thousand euros, 42,500 thousand euros at the end of March 2016, in which TEIXEIRA DUARTE - Engenharia e Construções, S.A. and TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A. take part, all of which are in use by TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A. The participation of each company in the programme may vary each time the programme is used. The duration of the programme is five years minus one day, counted as of the contract signing date. Issue periods are between 1 and 6 months and they earn interest in advance at the Euribor rate for the period, plus a spread of 3%. The final issue will be repaid on 20 August 2018, and half-yearly amortisations are envisaged, starting on 20 August 2015, amounting to 1,000 thousand euros, for the first payment, and 2,500 thousand euros for the remaining payments, and the settlement of the remaining value on the date of the programme's final issue.

Commercial paper issued programme contracted with Banco Comercial Português, S.A. on 20 August 2008, for 17,000 thousand euros at the end of March 2016, renewable annually. The interest is earned in arrears, with the rate being indexed to the three-month Euribor plus a spread of 5.75% determined according to each issue date.

Commercial paper issued programme contracted with Banco Comercial Português, S.A. on 20 August 2008, for 3,500 thousand euros at the end of March 2016, renewable annually. The interest is earned in arrears, with the rate being indexed to the three-month Euribor plus a spread of 5.75% determined according to each issue date.

Grouped contract programme, for the placing and underwriting of commercial paper with Caixa Geral de Depósitos, S.A. on 7 July 2010, to the sum of EUR 70,000 thousand, in which TEIXEIRA DUARTE - Engenharia e Construções, S.A. and TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A. take part, with the entire amount being used by TEIXEIRA DUARTE - Gestão de Engenharia e Construções, S.A. The participation of each company in each programme may vary each time it is used. The programme was renewed on 12 May 2014 until 14 May 2019, for an amount of 50,000 thousand euros, with the amount of 40,000 thousand euros in force at the end of March 2016. It will be subject to annual amortisations of 10,000 thousand euros, and will commence on 15 May 2016. Interest is payable in arrears on the date of each subscription, with the intervention rate for the respective period indexed to the Euribor rate in force on the second business day prior to each subscription date, plus 4% up until May 2016 and 3.75% for the rest of the programme's period, determined based on the date on which each bid is made.

Grouped programme, for the placing and underwriting of private commercial paper contracted on 14 January 2011 with Banco Comercial Português, S.A. with the total amount used being EUR 20,750 thousand, in which TEIXEIRA DUARTE - Engenharia e Construções, S.A. and TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A. take part, to the amounts of EUR 18,650 thousand and EUR 2,100 thousand, respectively. The participation of each company in the programme may vary each time the programme is used, with TEIXEIRA DUARTE - Engenharia e Construções, S.A. being required to participate with at least 10% of the total value. Interest is payable in arrears and the intervention rate is indexed to one- to six-month Euribor by competitive auction of 7 to 180 days by direct placement plus 4% and determined in accordance with the date of each auction, with the repayment of the last issue taking place on 6 January 2021.

Grouped programme of commercial paper issues contracted with Banco Comercial Português, S.A., on 28 December 2011, for an overall amount of 42,000 thousand euros, 38,700 thousand euros at the end of March 2016, in which TEIXEIRA DUARTE, S.A., TEIXEIRA DUARTE - Engenharia e Construções, S.A., and TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A., take part; on this date, the amounts used by each company were 750 thousand euros, 750 thousand euros and 37,200 thousand euros, respectively. Each of the issues must necessarily be carried out together by all the issuers and the participation of each issuer cannot be less than EUR 250 thousand. The programme is in force until 30 December 2021, and amortisations of 3,300 thousand euros at the end of each half year period, with the exception of the final amortisation, which will be 5,900 thousand euros. The applicable interest rate is the Euribor for each issue period, in force on the second business day prior to its beginning, increased by a spread of 4.25%.

Grouped programme of commercial paper issues contracted with Novo Banco, S.A. and Haitong Bank, S.A., on 30 December 2013, for the amount of 191,250 thousand euros at the end of March 2016, granted by the issuing parties TEIXEIRA DUARTE – Engenharia e Construções, S.A. and TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A., and by the guarantors TEDAL – Sociedade Gestora de Participações Sociais, S.A., TEIXEIRA DUARTE – Engenharia e Construções, S.A., QUINTA DE CRAVEL – Imobiliária, S.A., and V8 – Gestão Imobiliária, S.A., being used in its entirety by Teixeira Duarte – Engenharia e Construções, S.A. The participation of each company in each programme may vary each time it is issued. The programme has a duration of five years minus 1 day, counted from the date on which the contract is signed; interest is payable in advance, with the intervention rate for the respective period indexed to the Euribor rate in force on the second business day prior to each subscription date, plus a spread of 5%, determined based on the date on which each bid is made; the final issue will be repaid on 29 November 2018. The programme will be subject to partial amortisations, of 8,000 thousand euros half-yearly as of 30 December 2015, and 5,000 thousand euros as of June 2016.

Grouped programme of commercial paper issues contracted with Banco Finantia, S.A., on 2 May 2014, for the amount of 10,000 thousand euros, granted by TEIXEIRA DUARTE - Engenharia e Construções, S.A. and by TEIXEIRA DUARTE – Gestão de Participações e Investimentos Imobiliários, S.A., 1,000 thousand euros of which were being used by TEIXEIRA DUARTE - Engenharia e Construções, S.A. at the end of March 2016; the share of each issuing party may vary in each issue. The programme lasts until 2 May 2017, and issues may have a period of between 7 and 365 days. Interest is payable in arrears, at a rate corresponding to direct placement, never lower than the maximum rate indicated by the issuing party.

Grouped programme of commercial paper issues contracted with Banco Comercial Português, S.A., on 27 June 2014, for the overall amount of 55,000 thousand euros, with an amount of 50,000 thousand euros at the end of March 2016, granted by TEIXEIRA DUARTE - Engenharia e Construções, S.A. and by TEIXEIRA DUARTE – Gestão de Participações e Investimentos Imobiliários, S.A. The programme has a duration of 5 years, and issues may have a period of one or three months. Interest is payable in arrears at a rate equal to the Euribor rate applicable to the issue period, plus 6%.

Grouped programme of commercial paper issues contracted with Banco BIC Português, S.A., on 18 November 2014, for an amount of 5,000 thousand euros, granted by TEIXEIRA DUARTE, S.A., by TEIXEIRA DUARTE - Engenharia e Construções, S.A. and by TEIXEIRA DUARTE – Gestão de Participações e Investimentos Imobiliários, S.A.. The programme is valid until the 2 of January 2020, and issues may have a period of one or six months. Interest is payable in arrears at a rate equal to the Euribor rate applicable to the issue period, plus 3.25%.

Grouped programme of commercial paper issues contracted with Novo Banco, S.A., on 28 December 2015, for an amount of 97,000 thousand euros at the end of March 2016, in which TEIXEIRA DUARTE, S.A., a TEIXEIRA DUARTE - Engenharia e Construções, S.A., e a TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A., take part with the amounts of 9,700 thousand euros, 9,700 thousand euros and 77,600 thousand euros, respectively. The participation of each company in each programme may vary each time it is issued. The duration of the programme is five years, counted as of the contract signing date, with the interest falling due in advance and the reference rate being indexed to the Euribor for the respective period, in force on the second business day prior to each subscription date, plus a spread of 5% and determined according to the date of each auction, with the repayment of the last issue being on 6 November 2018. The Program will be subject to partial amortisations of 2,500 thousand euros, which will occur half-yearly as of May 2018, with the remaining amount settled on the repayment date of the final issue.

Programme of commercial paper issues contracted with Novo Banco, S.A., on 14 January 2016, for the amount of 34,000 thousand euros, in which TEIXEIRA DUARTE, S.A., e a TEIXEIRA DUARTE - Engenharia e Construções, S.A. takes part. The programme has a duration of four years. The interest is earned in advance on each subscription date, with the intervention rate being indexed to the Euribor for the respective period, in force on the second business day prior to each subscription date, plus 3% and determined in accordance with the date of each auction.

As a result of the commitment of successive renewal during the financial year of the programme contracts, some existing issues as at 31 March 2016 and 31 December 2015 are classified as non-current liabilities.

c) Debentures loans

A TEIXEIRA DUARTE – Engenharia e Construções S.A. and TEIXEIRA DUARTE – Gestão de Participações e Investimentos Imobiliários, S.A. entered into a contract with Banco Comercial Português, S.A. for the Provision of Assistance and Placement Services for a Private Bond Issue Offer, as well as a Paying Agent Contract related to the Grouped Issue of Bonds by Private Subscription, amounting to 15,300 thousand euros (1,500 thousand euros from TEIXEIRA DUARTE – Engenharia e Construções S.A. and 13,800 thousand euros from TEIXEIRA DUARTE – Gestão de Participações e Investimentos Imobiliários, S.A.) known as “TEIXEIRA DUARTE - Engenharia e Construções, S.A. / TEIXEIRA DUARTE – Gestão de Participações e Investimentos Imobiliários, S.A. – 2014/2021”. Interest is settled quarterly at a rate of 4.57%, and repayment will be made at part in three equal instalments, on 2 April 2019, 2 April 2020 and 2 April 2021.

As at 31 March 2016 and 31 December 2015, the repayment of the non-current bank loans is defined as follows:

	31-03-2016	31-12-2015
2017	79,195	91,846
2018	272,373	267,496
2019	91,022	90,634
2020	120,663	85,220
2021 and following	131,420	130,341
	694,673	665,537

As at 31 March 2016 and 31 December 2015, financing agreements in foreign currency were expressed in the following currencies:

Currency	31-03-16		31-12-15	
	Currency	Euros	Currency	Euros
Venezuelan bolivar	3,216,116	10,351	3,511,491	16,233
American dollars	18,698	16,423	28,442	26,125
Japanese yen	4,700	37	4,671	35
Angola Kwanza	21,963,635	122,939	22,118,694	149,621
Mozambican metical	36	1	5	-
Brazilian real	108,386	26,324	130,074	30,168

The loans denominated in foreign currency earn interest at market rates and were converted into Euro based on the exchange rate on the reporting date.

24 - CONTINGENT LIABILITIES, GUARANTEES AND COMMITMENTS

As part of different inspections conducted by the Tax and Customs Authorities (AT) of accounting elements of TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A., 100% of which is directly held by TEIXEIRA DUARTE, S.A., with regard to the financial years from 2007 to 2012, the following corrections have been made to the tax losses initially ascertained for this subsidiary:

Financial year	Calculated tax loss	AT correction
2007	46,632	29,331
2008	50,590	45,938
2009	50,182	24,807
2010	18,165	6,467
2011	12,779	3,213
2012	13,294	3,971

With the exception of the amounts of 611 and 1,666 thousand euros, including in the tax loss corrections for 2008 and 2012, respectively (and with regard, according to AT, to the undue application of item 10 of article 22 of EBF to the distribution of profits by the Closed TDF Real Estate Investment Fund), all of the remaining corrections are the result of the non-acceptance of financial expenses incurred as a result of the investment made in subsidiary companies as supplementary provisions, as a taxable expense.

Given that TEIXEIRA DUARTE – Gestão de Participações e Investimentos Imobiliários, S.A. pays corporation tax (IRC) according to the RETGS (articles 69 onwards of the IRC code), corrections to tax losses for periods 207 to 2011 were subject to additional IRC payments and compensatory interest issued to TEIXEIRA DUARTE – Engenharia e Construções, S.A., a subsidiary held 100% by TEIXEIRA DUARTE, as the RETGS parent company for these financial years. Under the terms of the law, TEIXEIRA DUARTE – Engenharia e Construções, S.A. contested the corrections made by AT to the periods from 2007 to 2011.

No additional settlement whatsoever had been issued for the company on this date, in its capacity as the RETGS parent company, relating to corrections for the 2012 financial year.

Despite the outcome being unfavourable to the intentions of TEIXEIRA DUARTE – Gestão de Participações e Investimentos Imobiliários, S.A., and, consequently, to TEIXEIRA DUARTE – Engenharia e Construções, S.A., as the parent company, within the scope of the process relating to the 2006 period about the acceptance, as a taxable expense, of financial expenses incurred by the investment made in subsidiary companies in the form of supplementary provisions, the Board of Directors still expects to obtain an outcome different to the remaining periods subject to corrections.

In addition to the aforementioned corrections regarding the subsidiary TEIXEIRA DUARTE – Gestão de Participações e Investimentos Imobiliários, S.A., below can be found individual reports on corrections made by the AT to TEIXEIRA DUARTE – Engenharia e Construções, S.A.:

- Correction to the taxable profit ascertained in the 2008 period, amounting to 35,467 thousand euros, of which the Company contested 32,595 thousand euros related to tax credits, the taxable gains re-investment regime and the undue application of item 10 of article 22 of EBF;
- Corrections to the taxable profit ascertained in the 2011 period, amounting to 1,739 thousand euros, of which the Company contested 608 thousand euros, essentially related to the non-acceptance of autonomous taxation as a taxable expense;
- Correction related to IRC (corporation tax) from previous periods and included in the additional settlement issued with reference to the 2011 financial year, amounting to 12 thousand euros, which was contested in full by the Company, which believes that the correction envisaged in item 6 of article 45 of the IRC Code (the text applicable to the 2011 period) does not cover the Municipal Surcharge;
- Corrections to the taxable profit ascertained in the 2012 period, amounting to 9,268 thousand euros, of which the Company will contest 702 thousand euros, related to the non-acceptance of autonomous taxation as a taxable expense, as well as favourable corrections to the amount of tax credits for international double taxation, amounting to 2,969 thousand euros.

Guarantees:

As at 31 March 2016 and 31 December 2015, the companies included in the consolidation perimeter had provided the following guarantees to third parties:

	31-03-16	31-12-15
Granted bank guarantees	368,323	483,912
Guarantee insurance	221,589	193,160

The bank guarantees were essentially provided for the effect of tenders, advances received and as a completion bonds for works.

TEIXEIRA DUARTE - Engenharia e Construções, S.A., EPOS - Empresa Portuguesa de Obras Subterrâneas, S.A., SOMAFEL - Engenharia e Obras Ferroviárias, S.A., OFM - Obras Fluviais e Marítimas, S.A., RECOLTE, Serviços e Meio Ambiente, S.A., RECOLTE, Servicios y Medioambiente, S.A.U., EMPA - Serviços de Engenharia, S.A., and the Boyacá - La Guaira consortium, have provided bond insurance to guarantee the performance of works and services provided.

For the purposes of suspending the tax enforcement process opened for the subsidiary TEIXEIRA DUARTE – Engenharia e Construções, S.A., regarding IRC (corporation tax) debt from the 2008 financial year, since contested, a bank guarantee for 14,752 thousand euros was issued in favour of the AT. Subsequently, TEIXEIRA DUARTE – Engenharia e Construções, S.A. required the replacement of the bank guarantee with a surety provided by TEIXEIRA DUARTE, S.A.; this intention was subsequently rejected by AT. Legal claims have been submitted against the different rejection decisions of AT, with a favourable outcome for the Company. At the end of March 2016, the Company is currently preparing its reaction to the appeal filed by the Public Treasury against the most recent ruling in favour of the Company, with regard to the aforementioned legal claims. Upon verification of the acceptance by AT of the replacement of the bank guarantee with a surety, the Company will cancel the aforementioned bank guarantee.

For the purposes of suspending the tax enforcement process opened for the subsidiary TEIXEIRA DUARTE – Engenharia e Construções, S.A., regarding IRC (corporation tax) debt from the 2010 financial year, since contested, TEIXEIRA DUARTE, S.A. presented a surety, amounting to 10,139 thousand euros, which was accepted by the Tax and Customs Authority.

A mortgage was also raised, in favour of Caixa Geral de Depósitos, S.A., on lot 3, located at Lagoas Park, belonging to TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A., to guarantee the loan agreement granted by TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A., amounting to 27,693 thousand euros at the end of March 2016.

To guarantee the contract entered into with Banco Caixa Geral Angola, amounting to 6,757 thousand euros at the end of March 2016, HOTEL BAÍA, Lda. raised a mortgage on property no. 256 - 1st section, belonging to it, located in Chicala.

To guarantee the contract entered into with BIC, amounting to 5,930 thousand euros at the end of March 2016, ANGOIMO - Empreendimentos e Construções, Lda. raised a mortgage on property no. 2554, belonging to it, located in Chicala.

To guarantee the contract entered into with BIC, amounting to 13,166 thousand euros at the end of March 2016, ANGOIMO - Empreendimentos e Construções, Lda. raised a mortgage on property no. 2554, belonging to it, located in Chicala.

To guarantee the contract entered into with BIC, amounting to 14,081 thousand euros at the end of March 2016, ANGOIMO - Empreendimentos e Construções, Lda. raised a mortgage on property no. 354, belonging to it, located in Samba.

To guarantee the contract entered into with Banco Angolano de Investimentos, amounting to 21,141 thousand euros at the end of March 2016, CND – Companhia Nacional de Distribuição, Lda. raised a mortgage on properties nos. 123 and 874, belonging to it, located in Ingombotas and Sambizanga respectively.

To guarantee the contract entered into with Banco Caixa Geral Angola, amounting to 6,897 thousand euros at the end of March 2016, ANGOIMO - Empreendimentos e Construções, Lda. raised a mortgage on property no. 187, belonging to it, located in Ingombotas.

To guarantee the contract entered into with Banco Caixa Geral Angola, amounting to 9,484 thousand euros at the end of March 2016, HOTEL TRÓPICO, S.A. raised a mortgage on property no. 1826, belonging to it, located in Ingombotas.

To guarantee the contract entered into with Banco BIC, amounting to 25,140 thousand euros at the end of March 2016, ANGOIMO - Empreendimentos e Construções, Lda. raised a mortgage on property no. 2554, belonging to it, located in Samba.

To guarantee the commercial paper contract entered into with Banco Comercial Português, S.A., amounting to 38,700 thousand euros at the end of March 2016, granted by TEIXEIRA DUARTE, S.A. to TEIXEIRA DUARTE - Engenharia e Construções, S.A. and to TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A., a generic mortgage was raised on properties constructed respectively on lots 6, 18 and 19 in Lagoas Park, owned by TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A.

To guarantee the loan amounting to 1,847 thousand euros at the end of March 2016, taken out with Banco Popular Portugal, S.A. on 13 December 2012, granted by TEIXEIRA DUARTE - Engenharia e Construções, S.A., by TEIXEIRA DUARTE - Gestão de Participações e Investimentos imobiliários S.A., by QUINTA DE CRAVEL - Imobiliária, S.A. and by V8 - Gestão Imobiliária, S.A., to V8 - Gestão Imobiliária, S.A., a mortgage was raised on fractions of its ownership of an urban property located at Rua de Castro Portugal, numbers 497 and 511; Rua Professora Rita Lopes Ribeiro Fonseca, numbers 46, 52, 76, 80, 94 and 96; District and Parish of Vila Nova de Gaia, and on fractions of urban property known as lot 14, located at Rua Guilherme Duarte Camarinha, number 12, District of Candal, parish of Vila Nova de Gaia, for a global value of 1,847 thousand euros.

Apart from the guarantees indicated above, the following pledges were also provided:

To guarantee the commercial paper contract entered into with Haitong Bank, S.A. and Novo Banco, S.A., amounting to 42,500 thousand euros at the end of March 2016, granted by TEIXEIRA DUARTE - Engenharia e Construções, S.A. and by TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A., to TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A. and to TEDAL - Sociedade Gestora de Participações Sociais, S.A., 325,000,000 and 32,000,000 shares in Banco Comercial Português, S.A. were given as pledges, respectively.

To guarantee the loan agreement entered into with Novo Banco, S.A., amounting to 28,750 thousand euros at the end of March 2016, TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A. and C+P.A. – Cimentos e Produtos Associados, S.A. gave 120,000,000 and 145,229,693 shares in Banco Comercial Português, S.A. as pledges, respectively.

To guarantee the commercial paper contract entered into with Haitong Bank, S.A. and Novo Banco, S.A., amounting to 191,250 thousand euros at the end of March 2016, granted by TEIXEIRA DUARTE - Engenharia e Construções, S.A. and TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A.. TEDAL - Sociedade Gestora de Participações Sociais, S.A. gave as a pledge 12,500,000 shares in EPOS - Empresa Portuguesa de Obras Subterrâneas, S.A., 200,000,000 shares in C+P.A. – Cimentos e Produtos Associados, S.A., and TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A. gave as a pledge 1,325,000 participation units in the Fundo de Investimento Imobiliário Fechado TDF. TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A. constituted a voluntary mortgage on an urban property it owns, destined for warehouses, workshops, materials laboratory and parking of equipment, located on Avenida da Indústria, Alto Estanqueiro - Jardim, Montijo, of the value of EUR 13,242 thousand. QUINTA DE CRAVEL - Imobiliária, S.A., also mortgaged the lots for construction numbers 10, 11, 12, 13, 19, 23, 26 and 31, located at Quinta de Cravel, Mafamude, Vila Nova de Gaia, for the total value of EUR 6,829 thousand. V8 - Gestão Imobiliária, S.A. mortgaged the lots for construction numbers 1, 2, 3, 5, 6, 8 and 16, 18, 20 and 30 located at Empreendimento Santa Maria Design District, Santa Marinha, Vila Nova de Gaia, for the total value of EUR 26,698 thousand.

To guarantee the commercial paper contract entered into with Caixa Geral de Depósitos, S.A., amounting to 70,000 thousand euros, renewed on 12 May 2014 until 14 May 2019, for the amount of 50,000 thousand euros - 40,000 thousand euros at the end of March 2016, granted by TEIXEIRA DUARTE - Engenharia e Construções, S.A. and by TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A., TEIXEIRA DUARTE - Gestão de Participações e Investimentos Imobiliários, S.A. gave as a pledge 4,675,000 participation units in the Fundo de Investimento Imobiliário Fechado TDF.

To guarantee the commercial paper contract entered into with Novo Banco, S.A., amounting to 34,000 thousand euros, granted by TEIXEIRA DUARTE, S.A. and TEIXEIRA DUARTE - Engenharia e Construções, S.A., TEIXEIRA DUARTE, S.A. gave as a pledge 1,000,000 shares in TDGI - Tecnologia de Gestão de Imóveis, S.A.

In order to reinforce the guarantees provided under the financial lease contract signed on 31 December 2008 with Banco Comercial Português, S.A., TEDAL - Sociedade Gestora de Participações Sociais, S.A. pledged 9,000,000 shares in SOMAFEL - Engenharia e Obras Ferroviárias, S.A..

To guarantee the contract entered into with Banco Caixa Geral Angola, amounting to 12,304 thousand euros at the end of March 2016, TEIXEIRA DUARTE – Engenharia e Construções, S.A. – Angola Branch, pledged 13,020 Treasury Bond Securities.

In order to secure debts to third parties, of the value of EUR 14 thousand, IMOTD - SGPS, S.A. pledged 14,000 shares in V8, S.A..

In order to secure the loan contract granted by TDHOSP – Gestão de Edifício Hospitalar, S.A. of the value on March 2016 of EUR 44,422 thousand, TEIXEIRA DUARTE - Engenharia e Construções, S.A. pledged to Caixa Geral de Depósitos, S.A. and Caixa Banco de Investimentos, S.A. 1,540,000 shares in TDHOSP - Gestão de Edifício Hospitalar, S.A. Under the same loan contract, TEIXEIRA DUARTE - Engenharia e Construções, S.A., as shareholder, pledged the credit rights over TDHOSP - Gestão de Edifício Hospitalar, S.A..

To guarantee the loan agreement entered into with Caixa Económica Montepio Geral, amounting to 2,435 thousand euros at the end of March 2016, granted by DIGAL – Distribuição e Comércio, S.A., DIGAL – Distribuição e Comércio, S.A. made a commercial pledge of equipment, amounting to 3,394 thousand euros.

To guarantee the loan agreement entered into with Caixa Económica Montepio Geral, amounting to 8,000 thousand euros, granted by PPS – Produtos Petrolíferos, S.A., TDARCOL – SGPS, S.A. pledged shares in PPS – Produtos Petrolíferos, S.A..

To guarantee the loan of a maximum amount of 10,000 thousand euros, taken out with Novo Banco, S.A., granted by Teixeira Duarte – Engenharia e Construções, S.A. and by C+PA – Cimentos e Produtos Associados, S.A., C+PA – Cimentos e Produtos Associados, S.A. is under the obligation to make a partial or full repayment of amounts payable under the Contract, in an amount equivalent to the product resulting from the divestment of the share capital of “Limited Liability Company Cement”.

To guarantee the loan amounting to 10,000 thousand euros at the end of March 2016, taken out with Banco Comercial Português, S.A., granted by Teixeira Duarte – Gestão de Participações e Investimentos Imobiliários, S.A., Teixeira Duarte – Gestão de Participações e Investimentos Imobiliários, S.A. raised a mortgage on building 9 at the Lagoas Park venture.

To guarantee the loan amounting to 7,000 thousand euros at the end of March 2016, taken out with Caixa Geral de Depósitos, S.A., granted by Teixeira Duarte, S.A., by Teixeira Duarte - Engenharia e Construções S.A. and by Teixeira Duarte - Gestão de participações e Investimentos Imobiliários, S.A., to Teixeira Duarte - Gestão de participações e Investimentos Imobiliários, S.A., a second mortgage was raised on Lot 3, located at Lagoas Park.

Financial commitments:

As at 31 March 2016 and 31 December 2015, the letters of comfort provided by TEIXEIRA DUARTE, S.A. and its subsidiaries reached EUR 461,324 thousand and EUR 485,853 thousand, respectively.

As at 31 March 2016 and 31 December 2015, factoring contracts without right of recourse were in force, which were recorded as reductions in accounts receivable of the value of EUR 7,292 thousand and EUR 10,538 thousand, respectively. According to the contractual conditions, the Group's liability is essentially restricted to the guaranteed acceptance of the invoices object of the factoring on the part of the customers.

25 - MEASUREMENTS AT FAIR VALUE

Fair value estimate - assets and liabilities measured at fair value

The following table shows the Group's assets and liabilities measured at fair value at 31 March 2016 according to the following fair value levels:

- Level 1: the fair value of financial instruments is based on prices ruling on active, liquid markets at the date of the statement of financial position;
- Level 2: the fair value of financial instruments is not determined based on active market prices but according to valuation models;
- Level 3: the fair value of financial instruments is not determined based on active market prices but according to valuation models, the main inputs of which are not observable on the market.

Class	Item	Level 1	Level 2	Level 3
Assets:				
Financial assets available for sale	Shares	22,214	-	-
Financial assets at fair value by results	Shares	35	-	-
Investment Properties	Buildings and land	-	491,832	-
Liabilities:				
Financial assets at fair value	Coverage derivatives	-	17,116	-

Except with respect to non-current loans, most financial assets and liabilities mature in the short term, hence it is considered that their fair value is identical to the respective book values.

Regarding loans, most loans are taken out at variable interest rates. It is considered that their book value (amortised cost) does not differ significantly from corresponding market value.

26 - APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements for the year that ended on 31 December 2016 were approved by the Board of Directors on 30 May 2016.

27 - SUBSEQUENT EVENTS

TEIXEIRA DUARTE continued its activity in the different markets in which it operates, and there are no relevant events to mention, occurring between 31 March 2016 and the issue date of this document.