

**SHAREHOLDERS' GENERAL MEETING OF THE 26<sup>TH</sup> OF MAY 2018**

**PROPOSAL PRESENTED WITHIN THE SCOPE OF THE SECOND ITEM**

Pursuant to the effects of legal and regulatory provisions, the proposal of allocation of results for the year 2017 presented by the Board of Directors is hereby provided, in order to be submitted for discussion and voted on at the Shareholders' General Meeting to be held on 26<sup>th</sup> May 2018:

Excerpt from the text of the Management Report  
approved by the Board of Directors in the meeting of 24<sup>th</sup> April, 2018

“The Board of Directors proposes that the individual net results of “TEIXEIRA DUARTE, S.A.” for the financial year of 2017, negative in the amount of EUR 15,359,540.30 (fifteen million, three hundred and fifty-nine thousand, five hundred and forty euros and thirty cents), be allocated to the Retained Earnings account.

Lagoas Park, the 27<sup>th</sup> of April 2018

The Company's Secretary,  
***José Pedro Cobra Ferreira***