

Reditus – Sociedade Gestora de Participações Sociais, S.A.
Open Company
Registered Office: Rua Pedro Nunes, nº. 11 – 1050-169 Lisboa
Share Capital: 32.500.000 Euros
Registered at Lisbon Commercial Registry under no. 36.790
Legal Person no. 500 400 997

Management Report and Accounts
1st Half-Year of 2004

Management Report Regarding the 1st Half-Year of 2004

1. INTRODUCTION

Reditus' business during the first half-year of 2004 reflected the gradual recovery of business activity in the markets and sectors in which it trades and the results of the cost control and client portfolio diversification strategy implemented in previous half-years.

The development of the strategic options to optimise the skills accumulated in a wider range of clients permitted the consolidation of the presence of the market in core areas of the company in the domestic market, such as the outsourcing of the processing of data and specialised resources and the technologies help-desk, not neglecting the areas of networking, netbusiness, system development, ASP for public passenger transport and document finishing. In France also, the recovery of the market and the strategic repositioning of the subsidiary, made possible a significant recovery of the business indicators and results. It is finally necessary to mention that the positive results of the commercial partnership with Pararede, in which the Group has a qualified holding, were consolidated throughout the half-year.

2. BUSINESS DURING THE PERIOD

In the first half-year of 2004, the Reditus Group continued to implement its strategy involving the offer of specialist outsourcing and to stress the provision of technical support services to business.

Following the measures taken in recent years, the Group's technological supply evolved to a concept, which surpasses this supply and consists of the designing of solutions, which respond to concrete business needs with a positive contribution to the reduction of costs, the improvement of service levels and of the operational results of client businesses.

This emphasis is based on an awareness that the evolution of our client businesses and the redesign of their business models, has led to an increasing outsourcing of non-core activities via the incorporation of information technologies and systems. The outsourcing of these activities has created new opportunities for the companies in the Reditus Group, which have been clearly reflected in the current financial year.

This gave rise to the development of a growing Market for our supply of PSO (Processing Services Outsourcing), BPO (Business Process Outsourcing), BTO (Business Transformation Outsourcing) and ITO (Information Technology Outsourcing) and Contact Centre / CRM. These activities are fundamentally developed by the operational companies Redware, JM Consultores and Reditus II.

Despite this competitive evolution of its supply, the Reditus Group maintains and is developing its offer in the area of IT/IS (Information Technologies / Information Systems) via its operational company InterReditus, as the implementer and integrator of its own information technologies and systems and of those of third parties with which it has made various partnerships.

The development of our offers for the GPRS geopositioning and management of fleets should also be noted. This new offer makes it possible to substantially reduce the cost of the solution and the cost of the possession / operation thereof, which opens up the supply to more clients. This solution is provided by our company BCCM.

Our subsidiary Caleo, which trades in the area of semi-conductor production engineering and systems, transferred the assets of its subsidiary IdealTag to the Bolloré Group at the end of January, complemented by the sale of its pre-production equipment, which enabled it to retain its traditional level of investment in R&D, not only in the areas of its core business, but also in other areas in which the application of its basic know-how may give rise to other innovative technologies. The evolution of this new business sector – RFID (Radio Frequency Identification Devices) – leads to expect new orders of lines in 2005, following the installation of the first production line in the 4th quarter of this year, and revenue linked to the volumes of intelligent labels to be produced in 2004, 2005 e 2006.

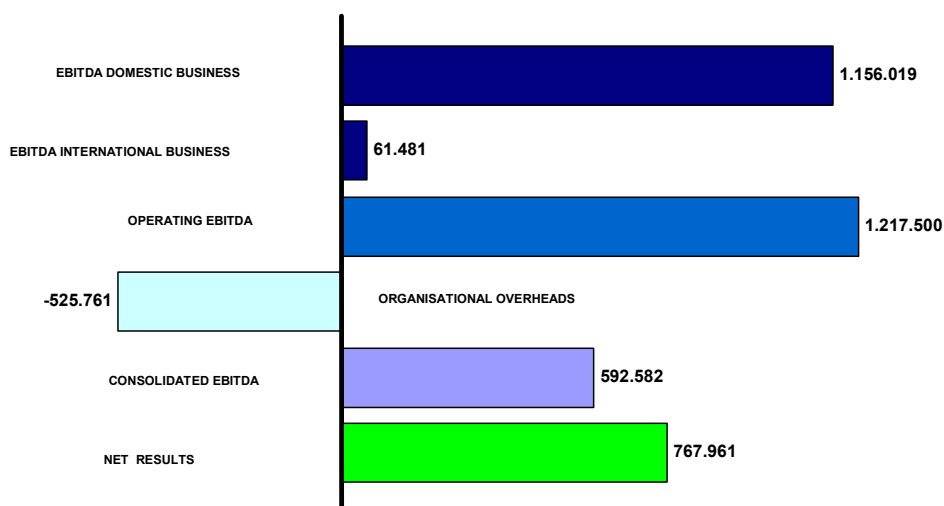
Always alert to the evolution of the economy, the Reditus Group decided to augment its market penetration capacity via the creation of a new unit specialised in business development (Go To Market) which is organised and specialised according to vertical business sectors (Banking, Insurance, Telecommunications, Utilities, Power, Government, Transport, Services and Industry), will promote the offer of the entire range of Reditus solutions to the group's current and future clients. This unit works closely with all the operational companies, is the link between our clients and our companies, and promotes the cross-selling of our offer.

The quantitative business indicators show a very significant increase in consolidated income - an increase of 28% in relation to the equivalent period in 2003 and 31% in relation to the previous quarter – as a consequence of the positive evolution of the markets in which the Group companies trade, of the contribution of an expanding client portfolio and a strengthened position in the sectors with the greatest growth trend. The significant increase of the Operating income of the subsidiaries Redware, Reditus II and Caleo, and the positive evolution of the business of InterReditus are also noteworthy.

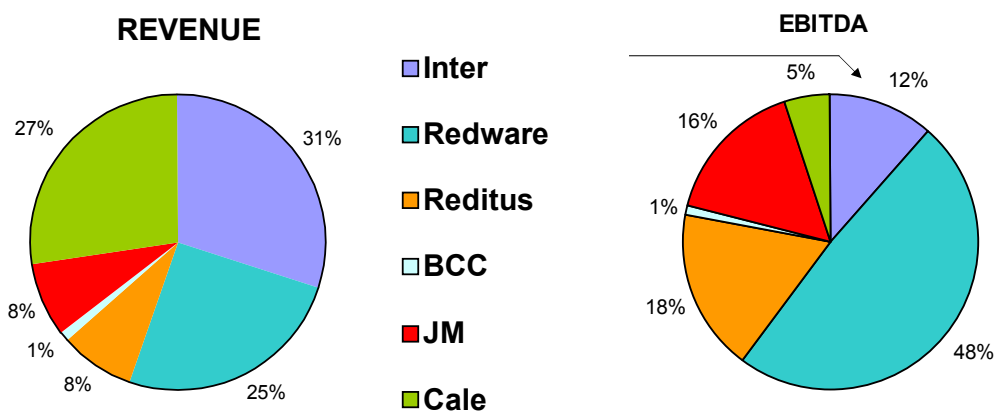
| (Euro) | | Consolidated Total | | | 1 st h/yr 2004 / 1 st h/yr 2003 |
|----------------------|----|--------------------------|--------------|--------------|--|
| STATEMENT OF RESULTS | | 1 st Qtr 2004 | Jun-04 | Jun-03 | % |
| Operating Income | OI | 3.936.880,24 | 9.085.032,58 | 7.104.593,00 | 27,9% |
| Operating Costs | OC | 4.063.775,53 | 8.997.538,16 | 8.506.816,00 | 5,8% |

The efforts commenced in 2001 and continued in 2002 and 2003, were consolidated in 2004, as operational costs increased by only 5.8%. The significant increase in revenue together with the said consolidation of cost rationalisation and control measures continued to produce results and led to an EBITDA of approximately 593 thousand euro, an increase of 1,151 thousand euro, in relation to the equivalent period in 2003.

FROM OPERATIONAL EBITDA TO CONSOLIDATED RESULTS



It should be noted that these results amount to a validation of the timely implementation of the cost control policy, concentration on core areas, which is a clear demonstration of the major commercial effort involved in the winning of a significant number of new clients with high potential.



Caption: read clockwise.

3. PERSONNEL

The Reditus Group continues to place great importance on the training of its staff, which are the solid basis on which it pursues its objectives. We have a permanent staff of approximately 370, whom we want to ensure are trained, certified and motivated to perform their duties.

4. ECONOMIC AND FINANCIAL SITUATION

The sustained growth, which commenced in the 3rd quarter of 2003, has continued, thus confirming the policies implemented in order to increase turnover and control costs, which have led the Group to a position of financial stability.

| (Euro) | | | Absolute Variation | |
|-------------------------|----|--------------------|-----------------------|-----------|
| STATEMENT OF RESULTS | | Consolidated Total | | |
| | | Jun-04 | Jun-03 | |
| Operating Results | OR | 87.494,42 | -1.402.223,00 | 1.489.717 |
| EBITDA | | 592.581,74 | -558.304,00 | 1.150.886 |
| Net Annual Results (DR) | | 767.961,29 | -2.108.493,00 | 2.876.454 |

5. CAPITAL MARKETS

Reditus is listed on Euronext in the Next Segments market, and on PEX.

The performance of Reditus shares on the Euronext Lisbon market was as follows:

- 7 029 324 shares were traded during the first half-year, which corresponds to a value of 14 559 491 Euro.
- On the first day of trading in 2004, the 2nd of January, the share price closed at 1.37 Euro, while on the last trading day of the first half-year the share price closed at 2.15 Euro, an increase of 57%.
- The maximum share value reached during the half-year was 2.59 Euro, while the lowest level was 1.34 Euro.
- During the period in question the PER was 18.2 and the POS was 1.54.

The following payments were made during the half-year with regard to the Reditus 91 Bonds (Interest of Coupon no. 16 and the 8th Capital Repayment) and the Reditus 93 Bonds (Interest of Coupon no. 12 and the 8th Capital Repayment).

6. FORESEEABLE EVOLUTION

The success of the measures taken in previous years, the recovery of our target markets and the increasing diversification of our client portfolio lead the Group to view the next few months with prudent optimism, at a time when the sustained recovery of the sector is now generally accepted.

7. THANKS

We would finally like to end this Report mentioning the determination of the Group's staff in the achieving of results despite the adverse situation in which we work and the support of the Strategic Board, Banks and other business partners, with whom we are developing the Group.

Lisbon, 14th September 2004.

The Board of Directors

Dr. Frederico José Appleton Moreira Rato – Chairman
Eng^o. José António da Costa Limão Gatta – Director
Dr. Fernando Manuel Cardoso Malheiro da Fonseca Santos - Director
Prof. Doutor António do Pranto Nogueira Leite – Director
Dr. Rui Miguel de Freitas e Lamego Ferreira - Director

| REDITUS SGPS, S.A. | | CONSOLIDATED BALANCE SHEET | | | |
|---------------------|--|----------------------------|-------------|------------|------------|
| | | EUROS | | | |
| Account Codes | | June 04 | | | June 03 |
| | | Gross Assets | Amort.Prov. | Net Assets | Net Assets |
| | Assets | | | | |
| | Fixed Assets | | | | |
| | <i>Intangible Fixed Assets</i> | | | | |
| 431 | Installation expenses | 1.690.175 | 1.540.358 | 149.817 | 82.276 |
| 432 | Development investment expenses | 808.288 | 752.061 | 56.227 | 177.695 |
| 433 | Intellectual property | 35.532.402 | 343.321 | 35.189.081 | 28.513.932 |
| 434 | Goodwill | 55.868 | 55.868 | 0 | 0 |
| 441/6 | Fixed assets in course | 0 | 0 | 0 | 149.639 |
| 439 | Other intangible fixed assets | 155.564 | 114.128 | 41.436 | 33 |
| | Consolidation differences | 2.921.499 | 790.030 | 2.131.469 | 2.425.465 |
| | | 41.163.796 | 3.595.767 | 37.568.029 | 31.349.040 |
| | <i>Tangible fixed assets</i> | | | | |
| 421 | Land and natural resources | 317.984 | 0 | 317.984 | 317.984 |
| 422 | Buildings and other structures | 2.102.335 | 75.074 | 2.027.261 | 2.075.420 |
| 423 | Basic equipment | 2.069.995 | 1.044.356 | 1.025.639 | 439.423 |
| 424 | Transport equipment | 576.250 | 532.024 | 44.226 | 131.156 |
| 425 | Tools and utensils | 11.525 | 4.742 | 6.783 | 9.428 |
| 426 | Administrative equipment | 1.108.605 | 993.334 | 115.271 | 226.414 |
| 429 | Other tangible fixed assets | 2.355.958 | 1.997.174 | 358.784 | 705.326 |
| 441/6 | Fixed assets in course | 89.087 | 0 | 89.087 | 89.087 |
| | | 8.631.739 | 4.646.704 | 3.985.035 | 3.994.238 |
| | <i>Financial investments</i> | | | | |
| 4111 | Holdings in group companies | 2.522.547 | 2.522.547 | 0 | 0 |
| 4112 | Holdings in associate companies | 776.050 | 776.050 | 0 | 0 |
| 4113+414+415 | Securities and other financ. Applic. | 1.475.990 | 753.141 | 722.849 | 583.977 |
| | | 4.774.586 | 4.051.738 | 722.849 | 583.977 |
| | Working capital | | | | |
| | <i>Stocks</i> | | | | |
| 36 | Raw and subsidiary materials / consumables | 0 | 0 | 0 | 308.608 |
| 35 | Products works in course | 80.992 | 0 | 80.992 | 822.483 |
| | Finished products | 62.312 | 0 | 62.312 | 27.824 |
| 32 | Goods | 27.824 | 5.000 | 22.824 | |
| 37 | Advance on a/c of purchases | 1.420.119 | 0 | 1.420.119 | 1.387.831 |
| | | 1.591.247 | 5.000 | 1.586.247 | 2.546.746 |
| | <i>Third party debt medium / long term</i> | | | | |
| 252 | Associate companies | 313.947 | 313.947 | 0 | 0 |
| 262+266+267+268+221 | Other debtors | 0 | 0 | 0 | 0 |
| | | 313.947 | 313.947 | 0 | 0 |
| | <i>Third party debt - short term</i> | | | | |
| 211 | Clients current a/c | 4.471.056 | 0 | 4.471.056 | 4.740.284 |
| 212 | Clients-instruments receivable | 42.891 | 0 | 42.891 | 275.366 |
| 218 | Clients doubtful debts | 844.168 | 844.168 | 0 | 0 |
| 252 | Associate companies | 2.461.456 | 2.461.456 | 0 | 0 |
| 253+254 | Subsidiaries/partec. | 0 | 0 | 0 | 0 |
| 251+255 | Other shareholders | 46.920 | 0 | 46.920 | 46.854 |
| 229 | Advances to suppliers | 28.090 | 0 | 28.090 | 19.773 |
| 24 | State and other public bodies | 448.252 | 0 | 448.252 | 167.643 |
| 262+266+267+268+221 | Other debtors | 11.143.427 | 7.568.948 | 3.574.480 | 7.496.881 |
| | | 19.486.261 | 10.874.571 | 8.611.689 | 12.746.801 |
| | <i>Negotiable instruments</i> | | | | |
| 153/9 | Other negotiable instruments | 3.782.152 | 766.829 | 3.015.323 | 538.470 |
| | | 3.782.152 | 766.829 | 3.015.323 | 538.470 |
| | <i>Bank deposits and cash</i> | | | | |
| 12+13+14 | Bank deposits | 2.927.786 | | 2.927.786 | 3.930.064 |
| 11 | Cash | 7.110 | | 7.110 | 25.696 |
| | | 2.934.896 | | 2.934.896 | 3.955.760 |
| | Accruals and deferrals | | | | |
| 271 | Income accruals | 1.219.365 | | 1.219.365 | 395.834 |
| 272 | Deferred costs | 1.993.093 | | 1.993.093 | 2.326.230 |
| 276 | Assets for deferred tax | 830.745 | | 830.745 | |
| | | 4.043.203 | | 4.043.203 | 2.722.064 |
| | Total amortizations | | 8.242.470 | | |
| | Total provisions | | 16.012.086 | | |
| | Total assets | 86.721.827 | 24.254.556 | 62.467.271 | 58.437.096 |

| REDITUS SGPS, S.A. | | | |
|-------------------------------------|---|--------------|--------------|
| CONSOLIDATED BALANCE | | | |
| EUROS | | | |
| Account Codes | | June 04 | June 03 |
| | Equity and liabilities | | |
| | Equity | | |
| 51 | Capital | 32.500.000 | 32.500.000 |
| | Own shares | | 0 |
| 521 | Nominal value | 0 | 0 |
| 522 | Discounts and bonuses | 0 | 0 |
| 54 | Share issue premiums | 16.211 | 16.211 |
| | Consolidation differences | (598.037) | (602.424) |
| 55 | Adjustments subsid./assoc. holding | (2.739.943) | (11.472.027) |
| 56 | Revaluation reserves | 22.347.096 | 26.683.944 |
| | Reserves: | | 0 |
| 571 | Legal reserves | 436.891 | 735.904 |
| 574a579 | Other Reserves | 1.522.269 | 1.882.182 |
| 59 | Results carried forward | (29.831.713) | (22.478.455) |
| | <i>Subtotal</i> | 23.652.775 | 27.265.335 |
| 88 | Net annual results | 767.961 | (2.108.493) |
| 89 | Advance dividends | | |
| | <i>Total Equity</i> | 24.420.736 | 25.156.842 |
| | Minority interests | 760.311 | 724.458 |
| | Liabilities | | |
| 293/8 | Provisions for risks and costs | | |
| | Other Provisions | 6.450 | 0 |
| | Debts to third parties-Medium/Long term | | |
| | Bond loans | | |
| 2321 | Convertible | | |
| 2322 | Non-convertible | 1.632.404 | 1.565.060 |
| 231+12 | Debts to banks | 10.942.680 | 6.682.498 |
| 221 | Suppliers current a/c | 0 | 74.930 |
| 24 | State and other public bodies | 0 | 0 |
| 222 | Suppliers of fixed assets current a/c | 2.260.659 | 2.520.192 |
| 268+211 | Other Creditors | 998.600 | 998.600 |
| | | 15.834.343 | 11.841.280 |
| | Debts to third parties - Short term | | |
| | Bond loans | | |
| 2321 | Convertible | | |
| 2322 | Non-convertible | 87.594 | 87.594 |
| 231+12 | Debts to banks | 5.772.673 | 9.395.325 |
| 269 | Advances on a/c of Sales | 0 | 0 |
| 221 | Suppliers current a/c | 2.865.017 | 3.523.907 |
| 228 | Suppliers - invoices received being checked | 0 | 0 |
| 222 | Suppliers - instruments payable | 152.128 | 231.127 |
| 2612 | Suppliers of fixed assets - instruments payable | 0 | 28.774 |
| 252 | Associate companies | 0 | 0 |
| 251+255 | Other shareholders | 384.885 | 171.116 |
| 219 | Advances from clients | 624.617 | 103.147 |
| 239 | Other loans obtained | 0 | 395.995 |
| 2611 | Suppliers of fixed assets current a/c | 629.656 | 449.598 |
| 24 | State and other public bodies | 4.770.711 | 2.910.228 |
| 262+263+264+ 265+267+ 268+211 | Other creditors | 3.924.826 | 1.658.602 |
| | | 19.212.106 | 18.955.413 |
| | Accruals and deferrals | | |
| 273 | Cost accruals | 2.189.797 | 1.712.864 |
| 274 | Deferred income | 43.528 | 46.239 |
| | | 2.233.325 | 1.759.103 |
| | <i>Total liabilities</i> | 37.286.223 | 32.555.796 |
| | <i>Total equity/min.int./liabilities</i> | 62.467.271 | 58.437.096 |

| REDITUS SGPS, S.A. | | | | | |
|--------------------------------------|---|-----------|------------|-----------|-------------|
| CONSOLIDATED PROFIT AND LOSS ACCOUNT | | | EUROS | | |
| Account Codes | | June 04 | | June 03 | |
| | Costs and losses | | | | |
| 61 | Cost of goods sold/materials consumed | | | | |
| | Goods | 1.915.004 | | 881.807 | |
| | Materials | 0 | 1.915.004 | 185.925 | 1.067.732 |
| 62 | External supplies and services | | 2.403.486 | | 1.871.716 |
| | Payroll: | | | | |
| 641+642 | Wages and salaries | 2.930.249 | | 3.230.004 | |
| 643+644 | Social costs: | | | | |
| 645/8 | Pensions | | | | |
| | Others | 854.364 | 3.784.613 | 1.071.782 | 4.301.786 |
| 66 | Amortizations of intangible fixed assets | 496.602 | | 837.606 | |
| 67 | Provisions | 8.485 | 505.087 | 6.313 | 843.919 |
| 63 | Taxes | 46.759 | | 81.101 | |
| 65 | Other operational costs/losses | 342.589 | 389.348 | 340.562 | 421.663 |
| | (A) | | 8.997.538 | | 8.506.816 |
| 682 | Group and associate company losses | 0 | | | |
| 683+684 | Amortizations and prov. applic and financ. inve | 20.820 | | 180.361 | |
| 681+685+686+ | Interest and similar costs: | | | | |
| 687+688 | Regarding associate companies | | | | |
| | Others | 699.736 | 720.556 | 706.039 | 886.400 |
| | (C) | | | | |
| 69 | Extraordinary costs and losses | | 9.718.094 | | 9.393.216 |
| | | | 98.137 | | 224.440 |
| | (E) | | | | |
| 86 | Taxes on annual income | | 9.816.232 | | 9.617.656 |
| | | | 376.766 | | 0 |
| | (G) | | | | |
| | | | 10.192.997 | | 9.617.656 |
| | Minority interests | | 8.644 | | (180.671) |
| 88 | Consolidated net annual results | | 767.961 | | (2.108.493) |
| | | | 10.969.603 | | 7.328.492 |

| REDITUS SGPS, S.A. | | | | | |
|--------------------------------------|---|-----------|------------|-----------|-------------|
| CONSOLIDATED PROFIT AND LOSS ACCOUNT | | | EUROS | | |
| Account Codes | | June 04 | | June 03 | |
| | Income and gains | | | | |
| 71 | Sales: | | | | |
| | Goods | 2.289.154 | | 1.349.138 | |
| | Products | 0 | | 0 | |
| 72 | Supply of services | 6.599.923 | 8.889.077 | 4.536.846 | 5.885.984 |
| | Production variation | 145.544 | | 197.937 | |
| 75 | Work for the company | 50.411 | | 585.781 | |
| 73 | Supplemental income | 0 | | 405.080 | |
| 74 | Operating subsidies | 0 | | 0 | |
| 76 | Other operating income and gains | 0 | 195.955 | 29.811 | 1.218.609 |
| | (B) | | 9.085.033 | | 7.104.593 |
| 782 | Gains in group and associate companies | 0 | | 0 | |
| 784 | Income from holdings | 20.429 | | 24.266 | |
| 7812+7815 | Income from negot. instrum. /financ. applic.: | | | | |
| 7816+783 | Regarding associate companies | | | | |
| | Others | | | | |
| 7811+7813+ | Other interest and similar income | | | | |
| 7814+7818+ | Regarding associate companies | | | | |
| 785+786+787+ | Others | 1.740.800 | 1.761.229 | 49.797 | 74.063 |
| 788 | | | | | |
| | (D) | | 10.846.261 | | 7.178.656 |
| 79 | Extraordinary income and gains | | 123.341 | | 149.836 |
| | (F) | | 10.969.603 | | 7.328.492 |
| Summary: | | | | | |
| Operating results: (B)-(A)= | | | 87.494 | | (1.402.223) |
| Financial results: (D)-(C-A)= | | | 1.040.673 | | (812.337) |
| Current results: (D)-(C)= | | | 1.128.167 | | (2.214.560) |
| Results before tax: (F)-(E)= | | | 1.153.371 | | (2.289.164) |
| Net Annual Results: (F)-(G)= | | | 776.605 | | (2.289.164) |

Reditus - Sociedade Gestora de Participações Sociais, S.A.

Appendix to the Consolidated Balance Sheet and Profit and Loss Account

as at 30th June 2004

(figures in Euro)

I. Information regarding the companies included in the consolidation and others

1. Companies included in the consolidation:

Reditus - Sociedade Gestora de Participações Sociais, SA
Registered Office: Rua Pedro Nunes nº. 11 R/C - Lisboa

Reditus - Imobiliária, SA
Registered Office: Rua Pedro Nunes nº. 11 R/C - Lisboa
100% of share capital held by REDITUS - SGPS, SA

Redware - Sistemas de Informação, SA
Registered Office: Rua Pedro Nunes nº. 11 R/C - Lisboa
100% of the share capital held by REDITUS - SGPS, SA

Inter Reditus - Prestação Integrada de Serviços Informáticos, SA
Registered Office: Rua Pedro Nunes, nº. 11 R/C - Lisboa
83.3% of the share capital held by REDITUS - SGPS, SA
16.6% of the share capital held by REDITUS GESTÃO, SA

J.M. Consultores de Informática e Artes Gráficas, SA
Registered office: Av. Almeida Garrett, 18 - Alfragide
67% of the share capital held by REDITUS - SGPS, SA

Reditus II - Telecomunicações, Lda.
Registered Office: Rua Pedro Nunes, nº. 11 R/C - Lisboa
98% of the share capital held by REDITUS - SGPS, SA

BCCM – Inovação Tecnológica, Lda.
Registered Office: R. Cidade Viana Castelo, Vivdª Toquinha, S.Domingos Rana -
Cascais
50% of the share capital held by REDITUS - SGPS, SA

Reditus Gestão – Prestação de Serviços Informáticos, SA.
Registered Office: Rua Pedro Nunes, nº. 11 R/C - Lisboa
100% of the share capital held by REDITUS - SGPS, SA.

CALEO, SA.

Registered Office: Rue Hélène Boucher, 421 ZI – Paris - France
55% of the share capital held by REDITUS - SGPS, SA

CALEO ENGINEERING, SARL.

Registered Office: Rue Hélène Boucher, 641 ZI – Paris - France
100% of the share capital held by CALEO, SA.

CALEO ELECTRONIQUE, SARL.

Registered Office: Rue Hélène Boucher, 421 ZI – Paris - France
100% of the share capital held by CALEO, SA.

CALEO INFORMATIQUE, SARL.

Registered Office: Rue Hélène Boucher, 421 ZI – Paris - France
100% of the share capital held by CALEO, SA.

CALEO STRA, SARL.

Registered Office: Rue Hélène Boucher, 421 ZI – Paris - France
100% of the share capital held by CALEO, SA.

These companies were consolidated using the full consolidation method, as the shareholders have the majority of the voting rights.

2. Companies excluded from the consolidation

Reditus Consulting, SL.

Registered Office: Calle Velázquez nº. 94 - Madrid - Spain
80% of the share capital held by REDITUS - SGPS, SA
Reason for exclusion: not materially relevant.

3., 4. and 5. N/A

6. Companies with a holding of not less than 10% :

Redserv-Manutenção e Serviços de Informática, Lda.,
Registered Office: Rua Pedro Nunes nº. 11 R/C - Lisboa
48,57% of the share capital held by Reditus - SGPS, SA.

7. Average number of employees during the financial year:

| | <i>Tech/Prod</i> | <i>Admin</i> | <i>Commerc</i> | Total |
|----------------------------------|------------------|--------------|----------------|--------------|
| Reditus SGPS, SA | 1 | 13 | 0 | 14 |
| Reditus Imobiliária, SA | 0 | 0 | 0 | 0 |
| Caleo AS | 11 | 5 | 3 | 19 |
| Redware, SA | 124 | 8 | 0 | 132 |
| JM Consultores, SA | 17 | 2 | 1 | 20 |
| Inter Reditus, SA. | 107 | 15 | 1 | 123 |
| Reditus II Telecomunicações, Lda | 68 | 1 | 0 | 69 |
| Reditus Gestão, SA | 0 | 0 | 0 | 0 |
| BCCM | 4 | 1 | 1 | 6 |
| Total | 332 | 45 | 6 | 383 |

II. Information regarding accurate and appropriate reflection

8. *Application of the consolidation rules*

The application of the consolidation rules was sufficient to enable the consolidated financial statements to provide an accurate and appropriate reflection of the financial situation and results of the companies included in the consolidation, as a whole.

9. *N/A*

III. Information regarding the consolidation procedures

10. *Consolidation differences*

The consolidation differences, in the sum of € 598.037, shown as equity, are essentially due to the differences between the level of the acquisition cost of the holding and the proportional value of the equity of the subsidiaries, J.M. Consultores, S.A., Redware - Sistemas de Informação, S.A., which were consolidated by the global integration method.

The positive consolidation differences, in the sum of € 2.921.499, which appear in assets, relate to the balance between the account value of the holding in the share capital of CALEO and the proportion thereof in that company's equity, as at the 30th of September 2001, the date of the first consolidation balance sheet.

11. *Consistency with the previous financial year*

The consolidation methods and procedures were applied consistently, in relation to the 2003 financial year.

12. *N. A.*

13. *Reference date*

The consolidated Financial Statement were prepared as at the same date as the annual Financial Statement of the Parent Company, i.e. the 30th of June 2004.

14. *Alterations of the group of consolidated companies*

There have been no changes in the composition of the group of companies included in the consolidation:

15. and 16. *N/A*

17. *Amortization of the Consolidation Differences*

The expectations of the Reditus Group regarding the return on the capital invested in the purchase of the companies in the Caleo Group are unchanged.

This acquisition took place at the end of 2001 for a value, which was less than the value in a valuation study conducted by a recognised valuer of good standing.

However, the market conditions in which the said companies trade have altered significantly, as has the world economy generally.

Accordingly and given:

- the market value determined for Caleo
- its cyclical activity
- its actual value given the current state of the world economy
- the time estimated to be necessary in order to amortize the entire purchase price, even if
- the estimated useful lifetime of the company and its business exceeds 10 years,

the Goodwill value in the accounts will continue to be amortized over 10 years, for reasons of accounting prudence.

18. Accounting of holdings:

Holdings is associate companies are entered at their account value (acquisition cost).

19. and 20. N/A

IV. Information regarding commitments

21. Financial commitments

A Retirement Pension Supplement system for members of the Board of Directors by a decision of the General Meeting of Reditus–Processamento Automático de Informação, SA, on the 28th of November 1990; this system – which is dealt with in article 14 of the company's by-laws – was to be based on insurance contracts, the cost of which would be borne by the company.

From 1993 onwards, it was decided, in the light of the company's position and with the consent of the potential beneficiaries that the income accumulated by the insurance in force would revert to the Company. However, those directors, who comply with the conditions stipulated in the said General Meeting decision, are creditors of the company for the said amount, which is entered in the accounts under "other creditors".

22. Liabilities

In addition to the guarantees, which exist by reason of the fact of the Company's total control status, the following guarantees also exist:

In the agreement to restructure the indebtedness to banks and other creditors, and in the agreement regarding bond issues subscribed by Group companies (including Reditus Soluções Informáticas, SA.) in the sum of € 1.743.394, Reditus SGPS, S.A. assumes joint and several liability for compliance therewith, as it is the surety and principal payer of each of the obligations arising therefrom.

In the said debt consolidation and restructuring and loan contract, Reditus pledges its shares in JM Consultores SA by way of security, up to a maximum of one million euro.

Group companies have pledged equipment to secure the solvency of their commitments. The finance obtained in order to acquire holdings and financial investments was secured by the partial pledge of negotiable securities presented in the balance sheet, and by a term bank deposit.

V. Information regarding accounting policies

23. Valuation Criteria

A) Generic criteria

The consolidated accounts were prepared in accordance with the Official Accounts Plan, and particularly with Decree-Law no. 238/91 of the 2nd of July.

The Group Companies accounts were prepared in accordance with the fundamental accounting principle of historic cost, in accordance with the Official Accounts Plan (POC – Decree-Law no. 410/89, of the 21st of November) and in accordance with accounting principles generally accepted in Portugal, as follows:

- Historic cost
- Going concern
- Periodicity
- Realisation
- Prudence
- Prevalence of Substance over Form
- Materiality

The accounts of the Caleo Group Companies were prepared in accordance the fundamental accounting principle of historic cost, in accordance with the French Official Accounts Plan and in accordance with accounting principles generally accepted in France.

The sum of € 22.096.747 was included in the accounts under the heading of Intangible Fixed Assets in 1997, which was revalued in 1998 to € 28.177.093. Increases were registered in 2001 and 2003 so that the total value of the Reditus brand in the net position account is € 35.174.183.

B) Specific criteria

a) Cash Assets, Debts owed to and by Third Parties

Cash assets and debts owed to and by third parties, which are expressed in another currency, were converted into euro at the rates of exchange in force on the Balance sheet date.

b) Negotiable Securities and Financial Fixed Assets

Negotiable Securities are valued at acquisition cost or market value; whichever is the low, as at the balance sheet date.

Financial Fixed Assets are valued as at the balance sheet date, at market value, in the case of securities, and by the asset equivalence method, in the case of group and associate companies. The capital gains and losses arising from the sale of the said securities are dealt with as results in the year in which they arise.

Provision has been made in respect of financial holdings, which have been subject to permanent reductions of their disposal value.

c) Stocks

Transactions during the period in question comply with the "Acquisition Cost" valuation criteria and with the "Average weighted cost" exit costing method.

d) Intangible Fixed Assets

The tangible fixed assets relate for the most part to the unamortized value of the Reditus brand, expenses incurred in respect of the increase of the share capital of Reditus SGPS, which occurred in the previous financial year, to research and development expenses, deducted from accumulated reintegrations, calculated in twelfths over a three-year period.

Also included in this item is the value of the positive consolidation difference, arising from the acquisition of the financial holding in Caleo, amortized in twelfths over a ten-year period.

e) Tangible Fixed Assets

Tangible fixed assets are valued at acquisition or revaluation cost less accumulated reintegrations.

Maintenance and repair costs, which do not increase the working life of fixed assets, are debited to the results of the financial year in which they occur.

The reintegrations taken into consideration are for the depreciation of fixed assets, by twelfths according to the useful lifetimes pursuant to Regulatory Decree no. 2/90 of the 12th of January.

f) Financial Leasing

Assets subject to financial leasing are accounted for according to the OAP, after the restriction in art. 4 of DL 410/89 had been removed, by application of the accounting principle of prevalence of substance over form.

g) Accruals and Deferrals

Expenses paid in advance are included under this item and are registered as costs in the period to which they relate and as overheads such as holiday bonuses and interest accrued but unpaid, with the exception of those with regard to the restructuring agreement, which are added to the corresponding liability accounts. In the current financial year assets for deferred taxes were also registered in the accounts.

h) Provisions for Risks and Costs

h) Provisions for Clients and other Doubtful Debtors and for Stock, are created or increased, on a commercial basis and according to obsolescence and effective devaluation, respectively.

hh) The companies recognised the income and costs according to the specialisation principle.

i) Recognition of Guarantee Income and Costs

Sales of goods and services to Clients are registered when the same are delivered or completed, respectively.

Guarantees of equipment sold are supported by the suppliers of the brands represented.

24. Rates of exchange used to convert foreign currency on 30th June 2004.

The rates used to convert other currencies were those in force for the euro on the balance date.

VI. Information regarding certain items

25. Installation Expenses and Research and Development Expenses

| | Jun 2004 | Jun 2003 |
|-----------------------------------|-----------------|-----------------|
| Installation Expenses | 1.690.175 | 1.540.536 |
| Research and Development Expenses | 808.288 | 862.660 |

The above note should be read together with note no. 27 particularly with regard to amortizations.

26. N/A

27. Transactions in Fixed Asset Items and the corresponding Amortizations and Provisions:

| | Opening balance | Revaluations | Increases | Disposals | Transf/Write-offs | Closing balance |
|--------------------------------|-----------------|--------------|-----------|-----------|-------------------|-----------------|
| Intangible fixed assets | | | | | | |
| Installation expenses | 1.690.175 | | | | | 1.690.175 |
| Develop. invest. expenses | 862.660 | | | | 54.372 | 808.288 |
| Industrial property | 35.557.402 | | | | 25.000 | 35.532.402 |
| Goodwill | 55.868 | | | | | 55.868 |
| Imobilizações em curso | 0 | | | | | 0 |
| Other intang. fixed assets | 105.841 | | 49.723 | | | 155.564 |
| Consolidation differences | 2.921.499 | | | | | 2.921.499 |
| | 41.193.445 | 0 | 49.723 | 0 | 79.372 | 41.163.796 |
| Tangible fixed assets | | | | | | |
| Land and natural resources | 317.984 | | | | | 317.984 |
| Buildings and other structures | 2.102.335 | | | | | 2.102.335 |
| Basic equipment | 2.069.996 | | | | | 2.069.996 |
| Transport equipment | 576.250 | | | | | 576.250 |
| Tools and utensils | 11.525 | | | | | 11.525 |
| Administrative equipment | 1.107.332 | | 1.273 | | | 1.108.605 |
| Other tangible fixed assets | 2.416.364 | | | | 60.406 | 2.355.958 |
| Fixes assets in course | 89.087 | | | | | 89.087 |
| | 8.690.873 | 0 | 1.273 | 0 | 60.406 | 8.631.740 |
| Financial investments | | | | | | |
| Holdings in group companies | 2.559.138 | | | | 36.591 | 2.522.547 |
| Holdings in assoc. comp. | 776.050 | | | | | 776.050 |
| Securit. other financ. Aplic. | 1.402.989 | | 73.001 | | | 1.475.990 |
| | 4.738.177 | 0 | 73.001 | 0 | 36.591 | 4.774.587 |

Amortizations and Provisions

| | Opening balance | increase | decrease | Closing balance |
|----------------------------------|-----------------|----------|----------|-----------------|
| Intangible Fixed Assets | | | | |
| Installation expenses | 1.539.739 | 619 | | 1.540.358 |
| Development investment exp. | 754.503 | | 2.442 | 752.061 |
| Industrial property | 352.856 | | 9.535 | 343.321 |
| Goodwill | 55.868 | | | 55.868 |
| Other intangible fixed assets | 105.841 | 8.287 | | 114.128 |
| Consolidation deifferences | 643.520 | 146.510 | | 790.030 |
| | 3.452.327 | 155.416 | 11.977 | 3.595.766 |
| Tangible fixed assets | | | | |
| Land and natural resources | | | | |
| Buildings and other structures | 53.237 | 21.837 | | 75.074 |
| Basic equipment | 982.609 | 61.747 | | 1.044.356 |
| Transport equipment | 514.029 | 17.995 | | 532.024 |
| Tools and utensils | 3.860 | 882 | | 4.742 |
| Administrative equipment | 962.889 | 30.445 | | 993.334 |
| Other tangible fixed assets | 1.869.303 | 127.871 | | 1.997.174 |
| | 4.385.927 | 260.777 | 0 | 4.646.704 |
| Financial investments | | | | |
| Holdings in group companies | 2.522.547 | | | 2.522.547 |
| Holdings in assoc. companies | 776.050 | | | 776.050 |
| Securit. other financ. applicat. | 753.141 | | | 753.141 |
| | 4.051.738 | 0 | 0 | 4.051.738 |

28. and 29. NA

30. Differences between the account value and the market price

The following differences between the amounts registered are presented in the balance sheet under “negotiable securities” and the corresponding market prices are presented:

| Account | Value entered into the accounts | 30-06-2004 | |
|------------------------|---------------------------------|--------------|-----------|
| | | Market value | Variation |
| Marketeable securities | 3.015.323 | 5.286.430 | 1.504.278 |

31. and 32.; NA

33. A sum of € 15.834.343 is registered in Medium/Long Term Debts to Third Parties in respect of various debt restructuring agreements with banks and with other creditors, of the Reditus 91 and Reditus 93 bond issues, finance for the acquisition of holdings, for which payment periods in excess of five years have been agreed. More than 15 million euro of the group liabilities restructured in 1996 are amortized.

34. and 35. N/A

36. Financial report by segments

The net Sales value of € 2.289.154 and Supply of Services of € 6.599.923, refer, as a whole, to the commercial activity of the companies in the informatics and information technology sectors, in the national and French markets.

The Reditus Group carries on most of its business in the area of Information Technologies.

So far as the information broken down according to business and geographic segments is concerned, the following should be distinguished:

- the business carried on by its subsidiary Caleo, S.A. in France, which offers integrated solutions for the assembly of semi-conductors and other electronic components from that country;
- the business of Reditus Imobiliária, S.A., which trades in the property sector;
- the subsidiaries in non-core business areas - JM Consultores and BCCM – which trade in the area of cheque production and the development of communication systems respectively.

The business activities of the group of companies may be presented via the following table, which summarises the business and geographic segments:

| <i>(Following consolidation entries)</i> | Réditos | Operating Result | Net Result | Net Assets | Liabilities |
|--|------------------|-------------------------|-------------------|-------------------|--------------------|
| Reditus SGPS | 0 | -760.943 | 732.699 | 42.499.101 | 20.002.218 |
| Reditus Imobiliária | 102.826 | 87.661 | -65.358 | 9.906.214 | 8.331.616 |
| Reditus Gestão | 0 | 0 | 149.166 | 116.535 | 12.809 |
| Structure | 102.826 | -673.282 | 816.508 | 52.521.850 | 28.346.643 |
| | Réditos | Operating Result | Net Result | Net Assets | Liabilities |
| Caleo | 2.494.200 | -3.197 | -10.378 | 3.868.730 | 55.626.872 |
| Overseas | 2.494.200 | -3.197 | -10.378 | 3.868.730 | 55.626.872 |
| Structure+Overseas | 2.597.026 | -676.479 | 806.130 | 56.390.580 | 83.973.515 |
| | Réditos | Operating Result | Net Result | Net Assets | Liabilities |
| Inter Reditus | 2.736.824 | -54.868 | 732.699 | 14.636.146 | 13.943.328 |
| Redware | 2.288.929 | 586.886 | 482.807 | 7.019.162 | 5.578.296 |
| Reditus II | 718.087 | 217.877 | 211.301 | 1.220.416 | 625.283 |
| "Core" Operations | 5.743.840 | 749.895 | 1.426.807 | 22.875.725 | 20.146.907 |
| BCCM | 67.948 | 12.621 | 4.528 | 1.877.143 | 2.246.754 |
| JM Consultores | 724.965 | 100.616 | 20.680 | 3.207.377 | 2.773.385 |
| Operações "Não Core" | 792.913 | 113.237 | 25.207 | 5.084.520 | 5.020.138 |
| Local Operations | 6.536.753 | 863.131 | 1.452.015 | 27.960.245 | 25.167.045 |
| Consolidated | 9.034.621 | 87.494 | 776.605 | 62.467.271 | 37.286.223 |

37. N/A

38. Deferred tax

In the companies, which made a profit, and in Reditus SGPS, assets for deferred tax on the basis of the group's tax results in accordance with Accounting Guideline no. 28 in the overall sum of € 396.765. were cancelled.

39. Remuneration attributed to members of the Corporate Bodies of Reditus SGPS, S.A.

| | | |
|--------------------|-----------|-----------|
| | June 2004 | June 2003 |
| Board of Directors | 249.449 | 221.806 |

40., 41., 42. and 43. N/A

44. Consolidated Statement of Financial Results

| | Jun-04 | Jun-03 |
|--|-----------|----------|
| Costs and Losses | | |
| Interest Paid | 485.100 | 499.796 |
| Amortizations and Provisions for financial invest. | 20.820 | 180.361 |
| Unfavourable currency exchange differences | 209.974 | 159.310 |
| Losses on disposals of financial investments | | |
| Other financial costs and losses | 4.662 | 46.935 |
| Financial Results | 1.040.673 | -812.337 |
| | 1.761.229 | 74.065 |
| Income and Gains | | |
| Interest earned | 2 | 6.744 |
| Gains of holdings in other companies | 20.429 | 24.266 |
| Favourable currency exchange differences | 407.035 | 31.674 |
| Cash payment discounts obtained | 42 | |
| Cash application gains | 1.333.720 | |
| Other financial income and gains | 1 | 11.381 |
| | 1.761.229 | 74.065 |

45. Consolidated Statement of Extraordinary Results

| | Jun-04 | Jun-03 |
|--|---------|---------|
| Costs and Losses | | |
| Gifts | | |
| Fixed asset lesses | | |
| Fines and Penalties | 18.020 | 2.327 |
| Increases of amortizations and provisions | | |
| Corrections of previous financial years | 53.588 | 120.338 |
| Other extraordinary costs and losses | 26.530 | 101.775 |
| Extraordinary Results | 25.203 | -74.604 |
| | 123.341 | 149.836 |
| Income and Gains | | |
| Tax rebates | | |
| Fixed asset gains | | |
| Reductions of amortizations and provisions | 50.817 | |
| Corrections of previous financial years | 69.348 | 1.660 |
| Other extraordinary income and gains | 3.176 | 148.176 |
| | 123.341 | 149.836 |

46. Accumulated Provisions Transactions

| | Opening Balance | Increases | Reductions | Closing Balance |
|------------------------|-----------------|-----------|------------|-----------------|
| Provision for: | | | | |
| Cash applications | 817.647 | | 50.818 | 766.829 |
| Doubtful debts | 844.168 | | | 844.168 |
| Other doubtful debts | 10.343.217 | 1.133 | | 10.344.350 |
| Risks and Costs | 18.750 | | 12.300 | 6.450 |
| Stock depreciation | 5.000 | | | 5.000 |
| Financial applications | 4.051.738 | | | 4.051.738 |
| | 16.080.520 | 1.133 | 63.118 | 16.018.536 |

47. Financial leasing

The assets acquired by financial leasing are included in the group's activity. They are registered at their account value. They comprise the building used in connection with the business of Reditus Imobiliária, entered at a value of € 2.400.000, the other amounts refer to vehicles and communications equipment.

48. N/A

V. Miscellaneous information

49. Other information required by legislation

50. Other information

a) Tax Inspections:

Tax inspections by the tax authorities of group companies have taken place in previous financial years. The following is the position regarding each company:

Inter Reditus – Inspection of years 1997 and 1998. The company was notified to make corrections and to pay the corresponding VAT and IRC [Corporation Tax]. The company considered that these corrections were incorrect and appealed. These appeals are still pending.

Reditus SGPS – Inspection of years 1997 and 1998. The company was notified to make corrections and to pay the corresponding VAT and IRC.

The company did not agree with the corrections made, appealed and is currently awaiting the outcome of the said appeals.

Reditus Imobiliária – Inspection of years 1993 to 1997, some of the appeals made by the company have been successful, with the result that some of the corrections made by the tax inspectors, which the company had been notified to make, have been cancelled.

b) Payment of payment arrears to the Social Security Authorities:

As at the 30th June 2004, the amounts deducted from employees, plus the corresponding late payment interest, had been paid. The balance of the contribution arrears will be paid by instalments in accordance with a plan to be submitted in due course.

c) The Reditus 91 and Reditus 93 Bond issues

The following was decided by a General Meeting of bondholders on the 1st of March 1999:

- The interest in respect of the first three half-years as from the 2nd of March 1999, shall, as was also the case with the previous five half-years, be capitalised when it falls due and be paid together with the capital repayment instalments.
- Capital repayment is to be in accordance with the following plan:
 - o 2000 – Payment of 2.8571% of the capital, on the 2nd of September
 - o 2001 to 2003 inclusive – Two payments of 2.8571% of the capital, on the 2nd of March and 2nd of September.
 - o From 2004 to 2006 inclusive – Two payments of 4.2857% of the capital, on the 2nd of March and 2nd of September.
 - o 2007 – One payment of 4.2857% of the capital, on the 2nd of March and one of 7.1429% on the 2nd of September.
 - o From 2008 to 2010 inclusive – Two payments of 7.1429% of the capital, on the 2nd of March and 2nd of September.

f) Debt restructuring agreement

It was established in the reformulation of the debt restructuring agreement, effected in December 2002, that the creditor is formally “bound to consult Reditus” for the supply and provision of services.

REDITUS-Sociedade Gestora de Participações Sociais, SA.

Consolidated Statement of Results by Functions up to 30th June 2004

| | Jun-04 | Jun-03 |
|---|------------------|-------------------|
| | euros | euros |
| Sales and supplies of services | 8.889.078 | 5.885.984 |
| Costs of sales and supplies of services | 4.302.723 | 5.170.011 |
| Gross results | 4.586.354 | 715.973 |
| Other operating income and gains | 195.955 | 1.362.442 |
| Distribution costs | 16.553 | 1.325.065 |
| Administrative costs | 1.960.725 | 1.590.077 |
| Other operating costs and losses | 2.656.540 | 540.242 |
| Operating results | 148.492 | -1.376.969 |
| Net finance cost | 241.796 | 631.976 |
| Gains (losses) in subsidiaries and associates | 361.988 | 0 |
| Gains (losses) in other investments | 842.195 | -180.361 |
| Current results | 1.110.879 | -2.189.306 |
| Tax on current results | 370.364 | 0 |
| Current results after tax | 740.514 | -2.189.306 |
| Minority interests | 8.644 | |
| Extraordinary results | 25.204 | -99.858 |
| Tax on extraordinary results | 6.401 | 0 |
| Net results | 767.961 | -2.289.164 |
| Results per share | 0,118 | -0,352 |

REDITUS – SOCIEDADE GESTORA DE PARTICIPAÇÕES SOCIAIS, S.A.

APPENDIX TO THE CONSOLIDATED CASH FLOW STATEMENT
EURO

30TH JUNE 2004

2 – Detailed breakdown of cash and cash equivalents:

| | June-04 | June-03 |
|-----------------------------------|----------------|----------------|
| | | |
| Cash | 7.110,00 | 25.696,00 |
| Bank deposits available on demand | 2.931.568,00 | 1.255.886,00 |
| Cash equivalents | 2.938.678,00 | 3.212.648,00 |
| Cash in the balance sheet | 3.778.370,00 | 4.494.230,00 |
| | | |
| | | |
| | | |
| Cash and cash equivalents | 6.717.048,00 | 4.494.230,00 |

LIMITED AUDIT REPORT
REGARDING HALF-YEARLY CONSOLIDATED INFORMATION PREPARED
BY AN AUDITOR REGISTERED WITH THE CMVM

Introduction

1. We hereby submit our Limited Audit Report in accordance with article 246 of the Securities Code regarding the consolidated information of **Reditus, Sociedade Gestora de Participações Sociais, S.A.**, in respect of the 6-month period ending on the 30th of June 2004, included in the Management Report, Consolidated Balance Sheet (which shows a total balance of 62 467 271 euros and a total equity of 24 420 736 euros, including net profits of 767 961 euros) and in the consolidated Statement of Results by type for the period ending on the said date, and the corresponding Appendix, in the consolidated Statement of Results by function and the consolidated Cash Flow Statement.
2. The figures in the financial statements are the same as those, which appear in the accounting records.

Responsibilities

3. The Board of Directors is responsible for: (i) the preparation of consolidated financial information presenting the financial position of the group of companies included in the consolidation in an accurate and appropriate manner, the consolidated results of its operations; (ii) ensuring that the historic financial information is prepared in accordance with generally accepted accounting principles and that the same is complete, accurate, up to date, clear, objective and correct, as required by the Securities Code; (iii) the adoption of adequate accounting policies and criteria; (iv) the maintenance of an appropriate internal control system; and (v) the provision of information regarding any fact, which has influenced its business, financial position or results.
4. Our responsibility is to check the financial information contained in the abovementioned documents to confirm whether it is complete, accurate, up to date, clear, objective, correct and complies with the requirements of the Securities Code, and to prepare a professional and independent report based on our work.

Ambit

5. The objective of our work was to achieve a reasonable certainty with regard to the financial information referred to above that the same is free from materially relevant distortions. Our work was carried out on the basis of Audit Technical Rules and Guidelines issued by the Official Auditors Association, and was planned with the said objective and primarily comprised:

(a) enquiries and analytical procedures to audit:

- the reliability of the assertions in the financial information;
- the suitability of the accounting policies adopted, in the light of the circumstances, and the consistency of the application thereof;
- the application or not of the going concern criteria;
- the presentation of the financial information;
- whether the consolidated financial information is complete, accurate, up to date, clear, objective and correct; and

(b) substantive tests of unusual transactions of great significance.

6. Our work also included the checking of the consolidated financial information in the management report against the other documents referred to above.

7. We consider that the work done provides an acceptable basis for this report regarding the half-yearly information.

Reservation

8. Following the restructuring of the REDITUS group, in 1996, Intangible Fixed Assets with a value of approximately 28 400 000 euros, in respect of the value attributed to brands, client portfolios, staff transfers and the corresponding know-how, essentially operated by a group company, were included in the consolidated accounts, in previous years. In 2003 intangible fixed assets of approximately 6 750 000 euros in two Group companies were included in the accounts, with regard to industrial property and other rights. The inclusion of an asset with this value, which on the 30th of June 2004 totalled approximately 35 150 000 euros, does not comply with generally accepted accounting principles.

Opinion

9. With the exception of the circumstance referred to in paragraph 8, we are aware of nothing, on the basis of the work done, which was carried out in order to achieve a reasonable certainty, which leads us to conclude that the consolidated financial information **Reditus, Sociedade Gestora de Participações Sociais, S.A.** regarding the 6-month period ending on the 30th June 2004, is not free of materially relevant distortions, which affect compliance thereby with generally accepted accounting principles and that the same is not complete, accurate, up to date, clear, objective and correct.

Lisbon, 14th of September 2004

Manuel Rui dos Santos Caseirão, on behalf of
Barroso, Dias, Caseirão & Associados - SROC
(Registered in the CMVM register of Auditors under no. 1 122)

| REDITUS SGPS, S.A. | | BALANCE SHEET | | EUROS | |
|---------------------|--|---------------|-------------|------------|------------|
| Account Codes | | June 04 | | June 03 | |
| | | Gross Assets | Amort.Prov. | Net Assets | Net Assets |
| | Assets | | | | |
| | Fixed Assets | | | | |
| | <i>Intangible Fixed Assets</i> | | | | |
| 431 | Installation expense: | 1.402.539 | 1.402.539 | 0 | 81.478 |
| 432 | Invest. Develop. Expense: | 336.047 | 336.020 | 27 | 0 |
| 433 | Industrial property | 23.935.000 | | 23.935.000 | 23.935.000 |
| 434 | Goodwill | 2.939.957 | 808.488 | 2.131.469 | 2.425.466 |
| | | 28.613.543 | 2.547.047 | 26.066.496 | 26.441.944 |
| | <i>Tangible fixed assets</i> | | | | |
| 423 | Basic equipment: | 6.599 | 6.599 | 0 | 0 |
| 424 | Transport equipment: | 100.890 | 100.890 | 0 | 0 |
| 426 | Administrative equipment | 66.294 | 63.472 | 2.822 | 3.132 |
| 429 | Other tangible fixed asset: | 9.666 | 9.592 | 73 | 208 |
| 441/6 | Tangible fixed assets in course | 89.087 | | 89.087 | 89.087 |
| | | 272.535 | 180.553 | 91.982 | 92.427 |
| | <i>Financial investments</i> | | | | |
| 4111 | Holdings in Group Companies: | 8.025.619 | 2.522.547 | 5.503.072 | 2.964.104 |
| 4112 | Holdings in associate companies: | 776.050 | 776.050 | 0 | 0 |
| 4113+414+415 | Securities and other financial investments | 1.409.058 | 753.141 | 655.917 | 457.476 |
| 441/6 | Fixed assets in course | | | 0 | 0 |
| | | 10.210.727 | 4.051.738 | 6.158.989 | 3.421.580 |
| | Working Capital | | | | |
| | <i>Stocks</i> | | | | |
| | <i>Third party debts med/long term</i> | | | | |
| 252 | Group companies: | 382.893 | 382.893 | 0 | 0 |
| | | 382.893 | 382.893 | 0 | 0 |
| | <i>Third party debts short term:</i> | | | | |
| 211 | Clients current a/c | 477.062 | | 477.062 | 0 |
| 252 | Group companies: | 15.194.411 | 12.205.905 | 2.988.506 | 3.621.809 |
| 253+254 | Subsidiaries/partec | 1.046.597 | | 1.046.597 | 583.624 |
| 251+255 | Other shareholders: | 46.920 | | 46.920 | 46.920 |
| 24 | State and other public bodies: | 99.708 | | 99.708 | 38.899 |
| 262+266+267+268+221 | Other debtors | 1.847.571 | 164.827 | 1.682.744 | 1.340.759 |
| | | 18.712.269 | 12.370.732 | 6.341.537 | 5.632.011 |
| | <i>Negotiable securities</i> | | | | |
| 1513+1523+153/918 | Other negotiable securities: | 1.460.127 | 751.432 | 708.695 | 524.684 |
| | Other cash applications: | | | | 0 |
| | | 1.460.127 | 751.432 | 708.695 | 524.684 |
| | <i>Cash and Bank Deposits</i> | | | | |
| 12+13+1411 | Bank deposits: | 2.354.966 | | 2.354.966 | 2.778.705 |
| | Cash | | | | 0 |
| | | 2.354.966 | | 2.354.966 | 2.778.705 |
| | Accruals and deferrals | | | | |
| 271 | Income accruals: | 4.000 | | 4.000 | 0 |
| 272 | Deferred costs | 209.781 | | 209.781 | 449.771 |
| 276 | Assets for deferred taxes | 562.656 | | 562.656 | 0 |
| | | 776.437 | | 776.437 | 449.771 |
| | Total amortization: | | 2.727.601 | | |
| | Total provisions | | 17.556.795 | | |
| | Total assets | 62.783.496 | 20.284.395 | 42.499.101 | 39.341.123 |

| REDITUS SGPS, S.A. | | | |
|--------------------|---------------------------------------|--------------|--------------|
| BALANCE SHEET | | EUROS | |
| Account Codes | | June 04 | June 03 |
| | Equity and Liabilities | | |
| | Equity | | |
| 51 | Share Capital | 32.500.000 | 32.500.000 |
| | Own shares | | |
| 521 | Nominal value | | |
| 522 | Discounts and bonuses | | |
| 54 | Share issue premiums | 16.211 | 16.211 |
| 55 | Adjustments /cap.subsid./assoc | (14.228.096) | (15.525.973) |
| 56 | Revaluation Reserve: | 22.347.096 | 22.347.096 |
| | Reserves: | | |
| 571 | Legal Reserves | 436.891 | 436.891 |
| 574a579 | Other Reserves | 1.522.269 | 1.522.269 |
| 59 | Results carried forward | (20.830.188) | (13.608.938) |
| | <i>Subtotal</i> | 21.764.183 | 27.687.557 |
| 88 | Net Annual Results | 732.699 | (1.625.976) |
| 89 | Dividend advances | | |
| | <i>Total Equity</i> | 22.496.883 | 26.061.581 |
| | Liabilities | | |
| 293/8 | Other provisions | 0 | 0 |
| | Third party debts - Med./Long term | | |
| | Bond loans | | |
| 2322 | Non-convertible | 1.540.484 | 1.687.204 |
| 231+12 | Other loans obtained | | |
| 231+12 | Debts to banks | 4.490.308 | 2.534.091 |
| 268+211 | Other creditors | 998.600 | 998.600 |
| 24 | State and other public bodies | | |
| | | 7.029.392 | 5.219.895 |
| | Third party debts - Short term | | |
| | Bond Loans | | |
| 2322 | Non-convertible | 87.594 | 87.594 |
| 231+12 | Bank debts | 2.015.703 | 4.147.646 |
| 221 | Suppliers current a/c | 975.406 | 881.366 |
| 222 | Suppliers instruments payable | 10.158 | 6.233 |
| 252 | Group companies | 0 | 0 |
| 251+255 | Other shareholders | 134.784 | 43.287 |
| 239 | Other loans obtained | 0 | 0 |
| 2611 | Suppliers of fixed assets current a/c | 1.662 | 1.662 |
| 24 | State and other public bodies | 337.689 | 192.529 |
| 262+263+264+ | | | |
| 265+267+ | | | |
| 268+211 | Other creditors | 9.031.378 | 2.479.067 |
| | | 12.594.374 | 7.839.383 |
| | Accruals and deferrals | | |
| 273 | Cost accruals | 378.452 | 220.264 |
| 274 | Deferred income | 0 | 0 |
| | | 378.452 | 220.264 |
| | <i>Total liabilities</i> | 20.002.218 | 13.279.542 |
| | <i>Total equity and liabilities</i> | 42.499.101 | 39.341.123 |

REDITUS SGPS, S.A.
PROFIT AND LOSS ACCOUNT
EUROS

| Account Codes | | June 04 | | June 03 | |
|---------------|--|---------|----------------------|---------|--------------------------|
| | Costs and losses | | | | |
| 61 | Cost of goods sold/materials consumed: Goods Materials | | 0 | | 0 |
| 62 | External supplies and services: Payroll: | | 226.294 | | 120.093 |
| 641+642 | Wages and Salaries | 298.942 | | 317.732 | |
| 643+644 | Social costs | | | | |
| 645/8 | Pensions | 80.502 | 379.444 | 124.857 | 442.589 |
| 66 | Others | | | | |
| 67 | Amortizations of tang/intang assets: Provisions | 147.521 | 147.521 | 418.799 | 418.799 |
| 63 | Taxes | 7.185 | | 17.298 | |
| 65 | Other operating costs/losses: | 500 | 7.685 | 7.500 | 24.798 |
| | (A) | | 760.943 | | 1.006.280 |
| 682 | Losses group and associate companies | 104.065 | | 801.506 | |
| 683+684 | Amortizations prov.appli. and fin.in | 0 | | 176.863 | |
| 681+685+686+ | Interest and similar costs | | | | |
| 687+688 | Regarding group companies: Others | 303.224 | 407.288 | 345.959 | 1.324.328 |
| | (C) | | | | |
| 69 | Extraordinary costs and losses: | | 1.168.231 19.323 | | 2.330.608 7.584 |
| | (E) | | | | |
| 86 | Tax on annual income | | 1.187.555 163.754 | | 2.338.192 |
| | (G) | | | | |
| 88 | Net annual profit | | 1.351.309 732.699 | | 2.338.192 (1.625.976) |
| | | | 2.084.008 | | 712.216 |
| | | | | | |

| REDITUS SGPS, S.A. | | | | | |
|--------------------------|---|-----------|-----------|---------|-------------|
| DPROFIT AND LOSS ACCOUNT | | | | | |
| Account Codes | | June 04 | | June 03 | |
| | | | | | |
| | Income and gains | | | | |
| 71 | Sales | | | | |
| | Goods | | | | |
| | Products | | | | |
| 72 | Supply of services | 0 | 0 | 0 | 0 |
| | Production variations | | | | |
| 75 | Work for the company | | | | |
| 73 | Supplemental income | 0 | | 360.000 | |
| 74 | Operating subsidies | | | | |
| 76 | Other operating income and gain | 0 | 0 | 0 | 360.000 |
| | (B) | | 0 | | 360.000 |
| 782 | Gains group and associate companies | 1.606.183 | | 319.820 | |
| 784 | Income from holdings | 19.969 | | 24.266 | |
| 7812+7815 | Income from negot. secur./ financ. applic | | | | |
| 7816+783 | Regarding group companies | | | | |
| | Others | | | | |
| 7811+7813+ | Other interest and similar income | | | | |
| 7814+7818+ | Regarding group companies | | | | |
| 785+786+787+ | Other | 396.401 | 2.022.553 | 6.738 | 350.824 |
| 788 | | | | | |
| | (D) | | 2.022.553 | | 710.824 |
| 79 | Extraordinary income and gain | | 61.455 | | 1.392 |
| | (F) | | 2.084.008 | | 712.216 |
| | | | | | |
| Summary | | | | | |
| | Operating results | | (760.943) | | (646.280) |
| | Financial Results: (D)-(C)= | | 1.615.265 | | (973.505) |
| | Working Results: (D)-(C)= | | 854.322 | | (1.619.784) |
| | Results before tax: (F)-(E)= | | 896.453 | | (1.625.976) |
| | Net annual results: (F)-(G)= | | 732.699 | | (1.625.976) |

Reditus - Sociedade Gestora de Participações Sociais, S.A.

Appendix to the Balance Sheet and Profit and Loss Account

as at 30th June 2004

(figures in Euro)

Reditus - Sociedade Gestora de Participações Sociais, SA, is a public limited company, which arose from the transformation of Reditus - Processamento Automático de Informação, SA, on the 29th of June 1990, by a notarial deed executed at the 14th Lisbon Notarial Office. It commenced trading as an S.G.P.S. on the said date and the accounts now submitted reflect the financial position and results of the financial year ending on the 30th of June 2004.

1. The sum of € 16.260.811 was entered in the accounts under Intangible Fixed Assets in 1997, which was revalued to € 22.341.158 in 1998. In 2001, an accrual of € 1.593.844 was entered as a result of the acquisition of the brands owned by Reditus Formação and Reditus III. Accordingly the value of the Reditus brand is € 23.935.000, registered as a cross-entry in the net position and which derogates the historic cost principle.

2. N/A

3. Main valuation criteria used

The consolidated accounts were prepared in accordance with the fundamental accounting principles, in accordance with the Official Accounts Plan, (OAP – Decree-Law NO. 410/89, 21st of November) and in accordance with the accounting principles generally accepted in Portugal, and Decree-Law no. 495/88 of the 30th of December using the accounting principles and policies in the following paragraphs:

3.1 The following accounting principles were observed in the preparation of the accounts:

- Historic cost
- Going concern
- Periodicity
- Realisation
- Prudence
- Prevalence of Substance over Form
- Materiality

3.2. Accounting Policies

a) *Liquid assets, debts owed to and by third parties*

Liquid assets and debts owed by and to third parties expressed in other currencies were converted to euro at the rate of exchange in force on the balance sheet date.

b) *Negotiable securities and Financial Fixed Assets*

Negotiable securities are valued on the Balance Sheet date at acquisition cost or market value, whichever is the lowest.

Financial fixed assets are valued at the Balance Sheet date, by the asset equivalence in relation to group and associate companies.

Medium term financial investments in securities and other applications, are valued at the market price on the 30th of June.

The actual capital gains and losses arising from the sale of the said securities are entered in the financial year in which they arose.

Provision has been made for financial holdings, which have suffered a permanent reduction in disposal value.

c) *Intangible fixed assets*

The intangible fixed assets relate, in the most part, to the value of the Reditus Group brand, which is defined and calculated on the basis of a study conducted for that purpose, to the expenses incurred in relation to the procedures involved in share capital increases during the previous financial year, less accumulated reintegrations, calculated in twelfths over a three-year period. In 2001, the amounts in respect of the Reditus Formação and Reditus III – Vendas Directas brands and the Goodwill in relation to the acquisition of the holding in Caleo, were entered as Intangible Fixed Assets, plus € 146.936 of expense allowances indispensable for the purchase of this subsidiary, which sum was amortized in twelfths over ten years.

d) *Tangible Fixed Assets*

Tangible fixed assets are valued at acquisition or revaluation cost less accumulated reintegrations.

Maintenance and repair costs, which do not increase the working life of fixed assets, are debited to the results of the financial year in which they occur.

The reintegrations taken into consideration are for the depreciation of fixed assets, by twelfths according to the useful lifetimes pursuant to Regulatory Decree no. 2/90 of the 12th of January.

e) *Accruals and deferrals*

The company records income and costs in accordance with the principle of periodicity, i.e. with regard to periodification of costs in respect of holiday bonuses and interest accrued but unpaid. The interest in respect of the restructuring agreements are also entered as costs and entered in the corresponding liability accounts.

f) *Provisions*

Provisions are created or increased in accordance with the provisions of the OAP.

The estimate of tax on profits was calculated in accordance with the provisions of the IRC Code.

4. *Assets and liabilities expressed in foreign currency*

All assets and liabilities expressed in another currency were converted into euro at the rates of exchange in force on the 30th of June 2004.

Favourable and unfavourable exchange rate differences, arising from differences between the rates of exchange in force on the collection date and the rate in force on the balance sheet date, are registered as income and costs in the annual profit and loss account.

5.N/A

6. Tax on Profits

According to the legislation in force tax returns are subject to review and correction by the tax authorities for four years (10 years in the case of the Social Security authorities).

The companies tax returns from 2000 to 2003 can accordingly still be subject to review.

Assets for deferred taxes in the sum of € 163.754 were cancelled on the basis of the group's tax profits in accordance with Accounting Guideline no. 28, leaving an assets for deferred taxes balance in the sum of € 562.656.

7. Average number of employees

The average number of employees of the company was 14 during the first half-year of 2004.

8. Installation and Research and Development Expenses.

| | 2004 | 2003 |
|-----------------------------------|-------------|-------------|
| Installation Expenses | 1.402.540 | 1.402.540 |
| Research and Development Expenses | 336.047 | 336.047 |

The above note should be read in conjunction with note no. 10 and particularly regarding the corresponding amortizations.

9. Amortization of Goodwill

This item includes the sum of € 2.939.957, arising from the application of the asset equivalence method to the financial holding in CALEO, amortized in twelfths over ten years. The sum of € 146.998 was amortized during the financial year.

10. Fixed asset transactions and the corresponding amortizations and provisions

Assets

| | Opening Balance | Revaluations | Increases | Disposals | Tranf/Write- offs | Closing balance |
|------------------------------------|--------------------|--------------|-----------|-----------|----------------------|--------------------|
| Intangible fixed assets | | | | | | |
| Installation expenses | 1.402.539 | | | | | 1.402.539 |
| Develop. Invest Expenses | 336.047 | | | | | 336.047 |
| Industrial property | 23.935.000 | | | | | 23.935.000 |
| Goodwill | 2.939.957 | | | | | 2.939.957 |
| Other intangible fixed assets | | | | | | 0 |
| | 28.613.543 | 0 | 0 | 0 | 0 | 28.613.543 |
| Tangible fixed assets | | | | | | |
| Land and natural resources | | | | | | 0 |
| Buildings and other structures | | | | | | 0 |
| Basic equipment | 6.599 | | | | | 6.599 |
| Transport equipment | 100.890 | | | | | 100.890 |
| Tools and utensils | | | | | | 0 |
| Administrative equipment | 65.747 | | 547 | | | 66.294 |
| Other Tangible fixed assets | 9.665 | | | | | 9.665 |
| Fixed assets in course | 89.087 | | | | | 89.087 |
| | 271.988 | 0 | 547 | 0 | 0 | 272.535 |
| Financial investments | | | | | | |
| Holdings in group companies | 6.930.915 | | 1.094.704 | | | 8.025.619 |
| Holdings in associate companies | 776.050 | | | | | 776.050 |
| Instruments and other fin. applic. | 1.351.784 | | 57.274 | | | 1.409.058 |
| | 9.058.749 | 0 | 1.151.978 | 0 | 0 | 10.210.727 |

Amortizations and Provisions

| | | | | |
|----------------------------------|-----------|---------|---|-----------|
| Fixed Assets | | | | |
| Installation expenses | 1.402.539 | 0 | | 1.402.539 |
| Develop. Invest. Expenses | 335.993 | 27 | | 336.020 |
| Goodwill | 661.490 | 146.998 | | 808.488 |
| Industrial Property | 0 | | | 0 |
| | 2.400.023 | 147.024 | 0 | 2.547.047 |
| Tangible fixed assets | | | | |
| Land and natural resources | 0 | | | 0 |
| Buildings and other structures | 0 | | | 0 |
| Basic equipment | 6.599 | | | 6.599 |
| Transport equipment | 100.890 | | | 100.890 |
| Tools and utensils | 0 | | | 0 |
| Administrative equipment | 63.037 | 435 | | 63.472 |
| Other tangible fixed assets | 9.531 | 61 | | 9.592 |
| | 180.058 | 495 | 0 | 180.553 |
| Financial investments | | | | |
| Holdings in group companies | 2.522.547 | | | 2.522.547 |
| Holdings in assoc.coys | 776.050 | | | 776.050 |
| Securities other financ. applic. | 753.141 | | | 753.141 |
| | 4.051.738 | 0 | 0 | 4.051.738 |

11, 12 and 13 N/A

14. Allocation of Tangible Fixed Assets

The Tangible Fixed Assets described in note 10, are wholly allocated to the company's business and are located at the Lisbon office. No financial costs are included in the values thereof.

15. Assets subject to financial leasing are accounted for according to the OAP, after the restriction in art. 4 of DL 410/89 had been removed, by application of the accounting principle of prevalence of substance over form.

16. Group Companies

| | <u>June 2004</u> | <u>June 2003</u> |
|--|------------------|------------------|
| <i>Reditus Imobiliária, SA</i> | | |
| Registered Office: Rua Pedro Nunes, nº. 11 - R/C - Lisboa | | |
| Equity | 1.574.598 | (4.050.284) |
| Net results | (65.358) | (197.729) |
| Holding: | | |
| Percentage | 100% | 100% |
| Amount | 1.750.000 | 1.750.000 |
| <i>Redware, Sistemas de Informação, SA</i> | | |
| Registered Office: Rua Pedro Nunes nº. 11 - R/C - Lisboa | | |
| Equity | 1.440.866 | 680.587 |
| Net Results | 482.807 | 287.159 |
| Holding: | | |
| Percentage | 100% | 100% |
| Amount | 500.000 | 500.000 |
| <i>JM Consultores de Informática e Artes Gráficas, SA</i> | | |
| Registered Office: Av. Almeida Garrett, 18 - Alfragide | | |
| Equity | 433.992 | (574.558) |
| Net Results | 20.680 | (285.665) |
| Holding: | | |
| Percentage | 67% | 67% |
| Amount | 335.000 | 335.000 |
| <i>Reditus II - Telecomunicações, SA</i> | | |
| Registered Office: Rua Pedro Nunes, nº11 r/c - Lisboa | | |
| Equity | 595.133 | 107.189 |
| Net Results | 211.301 | 20.500 |
| Holding: | | |
| Percentage | 100% | 98% |
| Amount | 49.000 | 4.988 |

Reditus Consulting, SL.

Registered Office: Calle Velázquez nº 94 - Madrid - Espanha

Equity N/A N/A

Net Results N/A N/A

Holding:

Percentage 80% 80%

Amount 30.247 30.247

Reditus Brasil - Tecnologias de Informação, Ltda

Registered Office: Rua Waldir Niemeyer, nº 119 - Bairro Pompeia

Estado de São Paulo - São Paulo - Brazil

Holding:

Percentage 99,99% 99,99%

Amount 149.689 149.689

Inter Reditus - Prestação Integrada de Serviços Informáticos, SA.

Registered Office: Rua Pedro Nunes, nº. 11 R/C - Lisboa

Equity 692.818 766.736

Net Results 903.970 (766.783)

Holding:

Percentage 83.33% 83.33%

Amount 624.975 624.975

Reditus Gestão - Prestação de Serviços Informáticos, SA.

Registered Office: Rua Pedro Nunes, nº. 11 R/C - Lisboa

Equity 103.726 422.895

Net Results 149.166 0

Holding:

Percentage 100% 100%

Amount 125.000 125.000

BCCM – Inovação Tecnológica, Lda

Registered Office: Rua Pedro Nunes, nº. 11 R/C - Lisboa

Equity (369.610) 24.281

Net Results 4.528 93.182

Holding:

Percentage 50% 50%

Amount 7.482 7.482

Caleo, S.A. (Consolidated)

Registered Office: Rue Hélène Boucher, 421 ZI – Paris - France

Equity 1.755.547 2.004.271

Net Results (10.378) (295.538)

Holding:

Percentage 55% 55%

Amount 660.000 660.000

Associate Companies:

ICSA MIS, SA

Registered Office: Los Madrazo, 26-1º Izq - Madrid

Holding:

| | | |
|------------|--------|--------|
| Percentage | 20% | 20% |
| Amount | 57.781 | 57.781 |

REDSERV-Manutenção e Serviços de Informática, Lda.

Registered Office: Rua Pedro Nunes, nº. 11 r/c - Lisboa

Holding:

| | | |
|------------|---------|---------|
| Percentage | 48.57% | 48.57% |
| Amount | 718.269 | 718.269 |

Subsidiaries:

Inforgal, SA

Registered Office: Av. 5 de Outubro, 321 - r/c - Lisboa

Holding:

| | | |
|------------|---------|---------|
| Percentage | 11.58% | 11.58% |
| Amount | 806.786 | 806.786 |

The companies referred to in this note as Group Companies were included in the account consolidation, except for Reditus Brasil, Ltda and Reditus Consulting.

17. Negotiable Securities

This item comprises shares with an accounting value of € 1.460.127.

18. Funds

The sum of € 65.012 is entered under Financial Investments – Other Financial Applications – Funds, with regard to the balance of the life / pension policy no. 13072, taken out pursuant to Art. 14 of the Company By-Laws. The liability in respect of the said policy and the said figure is entered under other creditors, together with the liability for redemptions received in the sum of € 723.257.

19; 20; 21; 22; 23; and 24. N/A.

25. Debts of employees

| Item | June 2004 | June 2003 |
|--------------------|-----------|-----------|
| Other Shareholders | | |
| Loans | 9.720 | 25.586 |

The amounts in the table above relate to loans to employees of Group companies, in order to acquire the shares of this company.

26 and 27. N/A.

28. Debts included in the “State and other public bodies” account :

The sum of € 7.138, which is the result of the agreement to regularise tax debts in arrears pursuant to

DL no 126/96 of the 10th of August, regarding the companies Reditus Formação e Reditus III – Vendas Directas, which have already been dissolved, is entered under Short-term Debts to the State.

Reditus SGPS was, as a consequence of a tax inspection, given notice in 2002, to pay the sum of € 25.062 of VAT, plus an IRC correction of € 290.659. The company appealed against the corrections, however, whatever the outcome, it is clear, so far as the IRC is concerned, that the tax credit will be sufficient to cover the said amount.

The sums deducted at source from employees, plus the corresponding late payment interest, were paid on the 30th of June 2004. The balance of the contributions is entered in the accounts and will be paid by instalments in accordance with the plan submitted.

29. Debts to third parties for more than five years

The sum of € 6.030.792, arising from various agreements to restructure debts to banks and other creditors and the Reditus 93 bond loan agreements, for which payment periods in excess of 5 years were agreed, was entered in Medium/Long Term Debts to Third Parties.

30 and 31. N/A.

32. Guarantees given

Guarantees: The entire revenue of Reditus is available to service the debt arising from the Reditus/93 bond issue in the sum of € 253.497 for a five-year period.

In the Debt Restructuring Agreements of the various group companies, which have signed such agreement, including Reditus Soluções Informáticas, SA, in the sum of € 918.256, Reditus SGPS, is jointly and severally liable for the performance of the agreements, and is also the surety and principal payer of each and every one of the obligations arising therefrom.

As a consequence of the debts consolidation and restructuring and finance agreement, Reditus pledged the shares in respect of its holding in JM Consultores SA to secure up to one million euro.

33. N/A

34. Accumulated Provisions

| <i>Account</i> | <i>Opening Balance</i> | <i>Increase</i> | <i>Reduction</i> | <i>Closing Balance</i> |
|---------------------------------|------------------------|-----------------|------------------|------------------------|
| Provision for cash applications | 802.249 | | 50.817 | 751.432 |
| Provision for financial invest. | 4.051.738 | | | 4.051.738 |
| Provision for other debtors | 12.753.625 | | | 12.753.625 |
| Provisions for risks and costs | 0 | | | 0 |

35. Share Capital

The Share Capital is € 32.500.000, and is fully paid up.

36. Shares

The Share Capital is € 32.500.000 and is represented by 6.500.000 bearer shares, with a nominal value of € 5 each, which were listed on the official Euronext Lisbon market on the 30th of June 2004.

37. 38 and 39. N/A

40. Equity account transactions

| <i>Accounts</i> | <i>Opening Balance</i> | <i>Increase</i> | <i>Reduction</i> | <i>Closing Balance</i> |
|---------------------------------------|------------------------|-----------------|------------------|------------------------|
| Share Capital | 32.500.000 | | | 32.500.000 |
| Net results | -2.660.094 | 732.699 | -2.660.094 | 732.699 |
| Adjust. capit./subsid/associate coys. | -13.776.669 | | 451.427 | -14.228.096 |
| Share issue premiums | 16.211 | | | 16.211 |
| Results Carried Forward | -18.170.094 | | 2.660.094 | -20.830.188 |
| Reserves: | | | | |
| Legal | 436.891 | | | 436.891 |
| Free | 1.522.269 | | | 1.522.269 |
| Revaluation | 22.347.096 | | | 22.347.096 |
| | 22.215.610 | 732.699 | 451.427 | 22.496.882 |

The transactions during the financial year arise from the application of the 2003 net results as decided by the General Meeting and adjustments as a consequence of the application of the asset equivalence method.

41 and 42. N/A

43. Remuneration of Company Officers

| | June 2004 | June 2003 |
|--|------------------|------------------|
| Board of Directors | 249.449 | 221.806 |
| These figures include expense allowances | | |

44. N/A

45. Statement of Financial Results

| | Jun-04 | Jun-03 |
|--|------------------|------------------|
| Costs and Losses | | |
| Interest Paid | 102.034 | 192.468 |
| Losses in Group Companies | 104.065 | 801.506 |
| Provisions for financial applic. | 0 | 176.863 |
| Favourable foreign exchange differences | 199.463 | 147.065 |
| Losses on the disposal of financial applications | | |
| Other financial costs and losses | 1.727 | 6.426 |
| Financial Results | 1.615.265 | -973.505 |
| | 2.022.553 | 1.587.497 |
| Income and Gains | | |
| Interest earned | 2 | 6.738 |
| Gains in holdings in associate companies | 1.606.183 | 319.820 |
| Gains in holdings in other companies | 19.969 | 24.266 |
| Favourable currency exchange differences | 396.399 | |
| Gains in cash applications | | |
| Other financial income and gains | | |
| | 2.022.553 | 1.587.497 |

46. Statement of Extraordinary Results

| | Jun-04 | Jun-03 |
|--|--------|--------|
| Costs and Losses | | |
| Gifts | | |
| Bad debts | | |
| Stock losses | | |
| Fixed asset losses | | |
| Fines and penalties | | 1.897 |
| Increases of amortizations and provisions | | |
| Corrections of previous financial years | 19.323 | |
| Other extraordinary costs and losses | | 5.687 |
| Extraordinary Results | 42.132 | -6.192 |
| | 61.455 | 1.392 |
| Income and Gains | | |
| Debt recovery | | |
| Fixed asset gains | | |
| Reductions of amortizations and provisions | 50.817 | |
| Corrections of previous financial years | 10.638 | 1.392 |
| Other extraordinary income and gains | | |
| | 61.455 | 1.392 |

47. and 48. N/A.

REDITUS-Sociedade Gestora de Participações Sociais, SA.**Financial Statement by Functions
up to 30th of June 2004**

| | Jun-04 | Jun-03 |
|--|------------|------------|
| | euros | euros |
| Sales and supplies of services | | |
| Costs of sales and supplies of services | | |
| Gross results | | |
| Other operational income and gains | | 360.000 |
| Distribution costs | | |
| Administrative costs | 703.832 | 981.482 |
| Operating costs and losses | 315.245 | 24.798 |
| Operating results | -1.019.077 | -646.280 |
| Net finance cost | 25.722 | 339.221 |
| Gains (losses) subsidiaries and associates | 1.508.406 | -481.686 |
| Gains (losses) and other investments | 390.172 | -152.597 |
| Current results | 853.778 | -1.619.784 |
| Tax on current results | 157.353 | |
| Current results after tax | 696.425 | -1.619.784 |
| Extraordinary results | 42.675 | -6.192 |
| Taxes on extraordinary results | 6.401 | |
| Net results | 732.699 | -1.625.976 |
| Results per share | 0,113 | -0,250 |

| REDITUS- SOCIEDADE GESTORA DE PARTICIPAÇÕES SOCIAIS, S.A. | | EUROS | |
|---|--|------------------|-------------------|
| CASH FLOW STATEMENT | | | |
| (direct method) | | 30-Jun-04 | 30-Jun-03 |
| OPERATIONAL ACTIVITIES: | | | |
| Receipts from clients | | 34.293 | 165.436 |
| Payment to suppliers | | 104.926 | 442.589 |
| Payroll | | -139.219 | -608.026 |
| Cash flow generated by operations | | | |
| Payment/receipt of income tax | | 14.430 | |
| Other receipts/payments related to operational activity | | -392.952 | -44.095 |
| Cash Flows generated before extraordinary items | | -517.740 | -652.121 |
| Receipts related to extraordinary items | | 0 | 1.392 |
| Payments related to extraordinary items | | 0 | -7.584 |
| Cash flows from operational activities (1) | | -517.740 | -658.313 |
| INVESTMENT ACTIVITIES: | | | |
| Receipts from: | | | |
| Tangible Fixed Assets | | 143.444 | |
| Financial investments | | | |
| Interest and similar income | | | |
| | | 143.444 | 0 |
| Payments regarding: | | | |
| Financial investments | | | |
| Tangible fixed assets | | | |
| Others | | 0 | 0 |
| Cash flows of investment activities (2) | | 143.444 | 0 |
| FINANCE ACTIVITIES | | | |
| Receipts from: | | | |
| Loans obtained | | 127.316 | |
| Subsidies and Gifts | | | |
| Group Companies | | | |
| Others | | | |
| | | 127.316 | 0 |
| Payments regarding: | | | |
| Loans obtained | | 453.736 | 129.437 |
| Interest and similar costs | | 38.816 | 345.959 |
| Amortization of financial leasing agreements | | | |
| Group Companies | | | |
| Dividends | | | |
| Others | | | |
| | | 492.551 | 475.396 |
| Cash flow of finance activities (3) | | -365.235 | -475.396 |
| Variations of cash and cash equivalents (4)=(1)+(2)+(3) | | -739.531 | -1.133.709 |
| Effects of currency exchange differences | | 0 | 0 |
| Cash and cash equivalents at the beggining of the period | | 3.803.192 | 4.437.098 |
| Cash and cash equivalents at the end of the period | | 3.063.661 | 3.303.389 |

REDITUS – SOCIEDADE GESTORA DE PARTICIPAÇÕES SOCIAIS, S.A.

**APPENDIX TO THE CASH FLOW STATEMENT
EUROS**

30TH JUNE 2004

1 – Detailed breakdown of cash and cash equivalents:

| | 30-06-2004 | 30-06-2003 |
|-----------------------------------|-------------------|-------------------|
| | | |
| Cash | 0 | 0 |
| Bank deposits available on demand | 2.358.748 | 172.992 |
| Cash equivalents | 704.913 | 3.130.397 |
| Cash in the balance sheet | 3.063.661 | 3.303.389 |
| | | |
| Overdrafts | 0 | 0 |
| | | |
| Cash and cash equivalents | 3.063.661 | 3.303.389 |

**LIMITED AUDIT REPORT
REGARDING HALF-YEARLY INFORMATION PREPARED BY AN AUDITOR
REGISTERED WITH THE CMVM**

Introduction

1. We hereby submit our Limited Audit Report in accordance with article 246 of the Securities Code regarding the information of **Reditus, Sociedade Gestora de Participações Sociais, S.A.**, (hereinafter referred to as the Company) in respect of the 6-month period ending on the 30th of June 2004, included in: the Management Report, Balance Sheet (which shows a total balance of 42 499 101 euros and a total equity of 22 496 883 euros, including net profits of 732 699 euros) and in the Statement of Results by type for the period ending on the said date, and the corresponding Appendix, in the Statement of Results by function and the Cash Flow Statement.

2. The figures in the financial statements are the same as those, which appear in the accounting records.

Responsibilities

3. The Board of Directors is responsible for:

- (i) ensuring that the historic financial information is prepared in accordance with generally accepted accounting principles and that the same is complete, accurate, up to date, clear, objective and correct, as required by the Securities Code;
- (ii) the adoption of adequate accounting policies and criteria;
- (iii) the maintenance of an appropriate internal control system; and
- (iv) the provision of information regarding any fact, which has influenced its business, financial position or results.

4. Our responsibility is to check the financial information contained in the abovementioned documents to confirm whether it is complete, accurate, up to date, clear, objective, correct and complies with the requirements of the Securities Code, and to prepare a professional and independent report based on our work.

Ambit

5. The objective of our work was to achieve a reasonable certainty with regard to the financial information referred to above that the same is free from materially relevant distortions. Our work was carried out on the basis of Audit Technical Rules and Guidelines issued by the Official Auditors Association, and was planned with the said objective and primarily comprised:

(a) enquiries and analytical procedures to audit:

- the reliability of the assertions in the financial information;
- the suitability of the accounting policies adopted, in the light of the circumstances, and the consistency of the application thereof;
- the application or not of the going concern criteria;
- the presentation of the financial information;
- whether the financial information is complete, accurate, up to date, clear, objective and correct; and

(b) substantive tests of unusual transactions of great significance.

6. Our work also included the checking of the financial information in the management report against the other documents referred to above.

7. We consider that the work done provides an acceptable basis for this report regarding the half-yearly information.

Reservation

8. Following the restructuring of the REDITUS group, in 1996, Intangible Fixed Assets with a value of approximately 23 900 000 euros, in respect of the value attributed to a Company's brand, its client portfolios, staff transfers and the corresponding know-how, essentially operated by a subsidiary, were included in the accounts, in previous years. The inclusion of this amount as an asset is contrary to the generally accepted accounting principles.

Opinion

9. With the exception of the circumstance referred to in paragraph 8, we are aware of nothing, on the basis of the work done, which was carried out in order to achieve a reasonable certainty, which leads us to conclude that the financial information **Reditus, Sociedade Gestora de Participações Sociais, S.A.** regarding the 6-month period ending on the 30th June 2004, is not free of materially relevant distortions, which affect compliance thereby with generally accepted accounting principles and that the same is not complete, accurate, up to date, clear, objective and correct.

Lisbon, 14th of September 2004

Manuel Rui dos Santos Caseirão, on behalf of
Barroso, Dias, Caseirão & Associados - SROC
(Registered in the CMVM register of Auditors under no. 1 122)

APPENDIX TO THE MANAGEMENT REPORT
Regarding the 1st half-year of 2004

APPENDIX

I. INFORMATION PROVIDED PURSUANT TO ART. 447, N° 5 OF THE CSC [COMMERCIAL COMPANIES CODE]

Information regarding the ownership of shares and bonds by the members of the Board of Directors and the Supervisory Board, and all acquisitions, encumbering or disposals of shares and bonds of the company and of companies, which it controls or is controlled by or which are members of the same group.

A) Members of the Board of Directors

Dr. José Carlos Appleton Moreira Rato

Held 130.573 shares in the company at the beginning of 2004, which he still holds.
He owns no bonds issued by the company.

Dr. Frederico José Appleton Moreira Rato

Held 253.644 shares in the company at the beginning of 2004, which he still holds.
He owns no bonds issued by the company.

Eng° José António da Costa Limão Gatta

Held 37.540 shares in the company at the beginning of 2004, which he still holds.
He owns no bonds issued by the company.

Dr. Fernando Manuel Cardoso Malheiro da Fonseca Santos

Held 137.541 shares in the company at the beginning of 2004, which he still holds.
He owns no bonds issued by the company.

Professor Doutor António do Pranto Nogueira Leite

As at 30.06.04 he held no shares in the company.
He owns no bonds issued by the company.

B) Members of the Supervisory Board

Dr. Rui António Nascimento Gomes Barreira

Holds no shares or bonds issued by the company.

Eng° Manuel Luis Canas de Sousa Callé

Holds no shares or bonds issued by the company.

Dr. Manuel Rui dos Santos Caseirão

Holds no shares or bonds issued by the company.

Dr. João Paulo Torres Cunha Ferreira
Holds no shares or bonds issued by the company.

II. INFORMATION PROVIDED PURSUANT TO ART. 448, N° 4 OF THE CSC

A list of the shareholders who, according to the company's records and the information provided, own at least a tenth, a third or half of the share capital and of the shareholders, who ceased to be owners of the said proportions of the share capital.

Lisorta – Estufas e Assistência Técnica, Lda.

Has a direct holding of 886.991 shares corresponding to 13.65 % of the share capital of the company and the same percentage of the voting rights.

ELAO – SGPS, S.A.

Has a direct holding of 975.261 shares corresponding to 15 % of the share capital of the company and the same percentage of the voting rights.

III. INFORMATION PROVIDED PURSUANT TO ART. 324, N° 2 OF THE CSC

The company has neither acquired, nor disposed of and does not own treasury shares.

IV. INFORMATION PROVIDED PURSUANT TO ART. 397, N° 4 OF THE CSC

No authorisations pursuant to the provisions of no. 2 of article 397 of the Commercial Companies Code have been requested or granted.

**V. LIST OF HOLDERS OF QUALIFIED SHAREHOLDINGS, CALCULATED
IN ACCORDANCE WITH ART. 20 OF THE CVM [SECURITIES CODE]**

| LISORTA – Ass. Técnica, Lda. | No. of Shares | % of Voting Rights |
|--|----------------------|---------------------------|
| Directly | 886.991 | 13.65% |
| Via Dr. José Carlos Moreira Rato, Chairman of the Board of Directors of the Company, who is a director of the shareholder | 130.573 | 2% |
| Total holding | 1.017.564 | 15.65% |

| ELAO – SGPS, S.A. | No. of Shares | % of Voting Rights |
|---|----------------------|---------------------------|
| Directly | 975.261 | 15.00% |
| Via Dr. Fernando da Fonseca Santos, Director of the Company, who is a director of the shareholder. | 137.541 | 2.12% |
| Via Eng. José António da Costa Limão Gatta, Director of the Company, who is a director of the shareholder. | 37.540 | 0.58% |
| Total holding | 1.150.342 | 17.70% |

| TORA – Sociedade Imobiliária, S.A. | No. of Shares | % of Voting Rights |
|--|----------------------|---------------------------|
| Directly | 9.750 | 0.15% |
| Via Eng. José Manuel Moreira Rato, Director of the Company, who is a director of the shareholder. | 8.519 | 0.13% |
| Via Dr. José Carlos Moreira Rato Director of the Company, who is a director of the shareholder. | 130.573 | 2.00% |
| Via Dr. Frederico José Moreira Rato, Director of the Company, who is a director of the shareholder. | 253.644 | 3.90% |
| Total holding | 402.486 | 6.19% |

| DR. FREDERICO JOSÉ APPLETON MOREIRA RATO | No. of Shares | % of Voting Rights |
|---|----------------------|---------------------------|
| Directly | 253.644 | 3.90% |
| Total holding | 253.644 | 3.90% |

| DR. FERNANDO MANUEL CARDOSO MALHEIRO DA FONSECA SANTOS | No. of Shares | % of Voting Rights |
|---|----------------------|---------------------------|
| Directly | 137.541 | 2.12% |
| Total holding | 137.541 | 2.12% |

| DR. NELSON MAIA OLIVEIRA | No. of Shares | % of Voting Rights |
|---|----------------------|---------------------------|
| Directly | 130.000 | 2.00% |
| Via Companhia da Ria - Soc. Agrícola e Imobiliária, SA | 199.360 | 3.07% |
| Total holding | 329.360 | 5.07% |

During the 1st half-year of 2004, notice of acquisition of a qualified holding by the shareholder and of the subsequent reduction of this holding to a non-qualifying holding, was received from the Shareholder, Banif – Banco Investimento, SA.

Notice was also received, during the same period, of the reduction of the holding of the Shareholder: Seguros e Pensões Gere SGPS, SA, to a non-qualifying holding.

No notice of disposal of an entire holding was received during the 1st half year of 2004.