



1ST HALF-YEAR 2020

CONSOLIDATED ACCOUNTS
(UNAUDITED)

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I - CONSOLIDATED MANAGEMENT REPORT

1. Main Operating Indicators of the Group

Reditus Improves 1st Half 2020 Net Income to 168 thousand Euros

- **Net Income of 168 thousand Euros**
- **Operating Revenue of 10,0 million Euros**
- **EBITDA of 1,3 million Euros**
- **EBITDA Margin of 12.8%**
- **International Sales represented 25% of total**

2. Summary of the Activity

Bearing in mind the pandemic situation with COVID19 experienced throughout the first half of 2020 (1H20), Reditus pursued its strategy of developing integrated propositions with increased added value, the sustainability of its operations through monitoring and continuous improvement, as well as the development of management models based on the introduction of robotisation components, aimed at increasing project profitability.

Consolidated Net Income reached 168 thousand Euros, a 96.5% improvement over the same period of the previous year.

EBITDA reached 1,3 million Euros in 1H20, which compares with € 2,0 million in the same period last year. This value represents nevertheless a 12.8% EBITDA margin.

During this period, Operating Revenues suffered a 19.1% decrease, reaching 10,0 million Euros against €12,4 million in 1H19.

This Revenue reduction is due to a significant contraction in the ITC sector's activities, as well as to a – albeit smaller – contraction in the ITO sector.

The ITO sector, although suffering a 15.1% contraction, nevertheless registered an improvement in its EBITDA and also a 2.1 pp increase in the EBITDA margin, with 18.0% against 15,9% in the same period of the previous year. This contraction is a direct result of the present pandemic, which has compromised the conclusion of several export service projects. The Group has on the other hand been developing a strategy to obtain new, smaller but more profitable projects. As a

result, new businesses were awarded in this period not only in installed-base customers, renewing existing contracts, but also with new clients.

The drop in Revenues for the *ITC* sector is significant and mostly the reflection of a drop in international projects and of a focus on higher value-added projects. This strategy led to a drop in revenues for the segment in the 1 Half of the current year.

In the International Area, 1H20 Revenues decreased by 42.5% compared to 1H19, reducing its weight relative to the Group's overall revenue from 36% to 25% as a result of the present pandemic and due to the postponement of investment decisions for strategic Public Sector projects, in Portugal but mainly abroad.

In addition, the impact of the COVID19 pandemic is the main justification for the revenue contraction in the *ITC* segment, namely in the international markets such as the African geographies where the group has been operating and where it has been obtaining positive results. In these geographies, the implementation of numerous security and quarantine procedures, of extended lock-downs, the imposition of state of emergency and of calamity measures, have led the group to activate its contingency plan and to take immediate steps for the repatriation of expatriates and the temporary suspension of some projects.

With Revenues in excess of 2,5 million Euros in International Markets, Reditus will definitely maintain its commitment to the business in international geographies and to the sustainability of long-term projects in the area of *ITC* and *ITO* for a range of entities.

For the remaining of 2020 and despite the persisting uncertainty resulting from the on-going public health problems, it is worth noting that new challenges and opportunities began to emerge, for which the Group was prepared, so it expects positive growth with the award and kick-off of some strategic and large-scale projects, in the final contract stages or already awarded, both in the national and international markets. These new opportunities have already started to materialize during the third quarter of the current year and Reditus will, in addition to their implementation, still actively search for opportunities in Nearshore projects.

3. Consolidated Indicators

3.1. Net Income

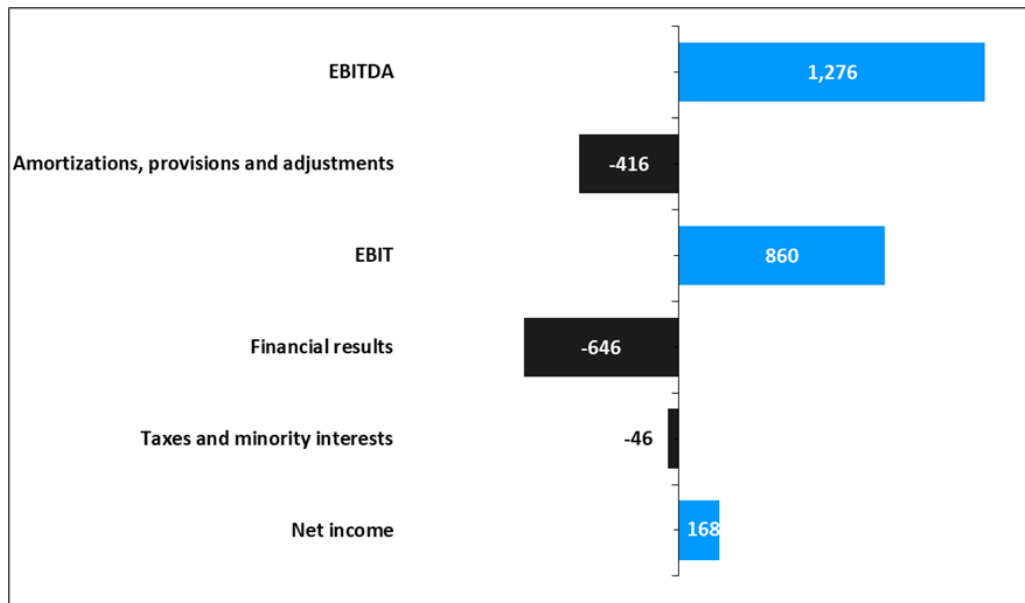
Depreciation, Amortization, Provisions and Adjustments reached 0,4 million Euros in 1H20, a 63.8% decrease from the same period of the previous year.

Operating Income (EBIT) was positive by 0,86 million Euros, compared to 0,9 million Euros in 1H19.

Negative Financial Results decreased 35.1%, to 0,6 million Euros.

The Consolidated Net Income reached 168 thousand Euros in 1H20, an increase of 96.5% from the 86 thousand Euros reached in the same period of the previous year.

From EBITDA to Net Income € Thousands



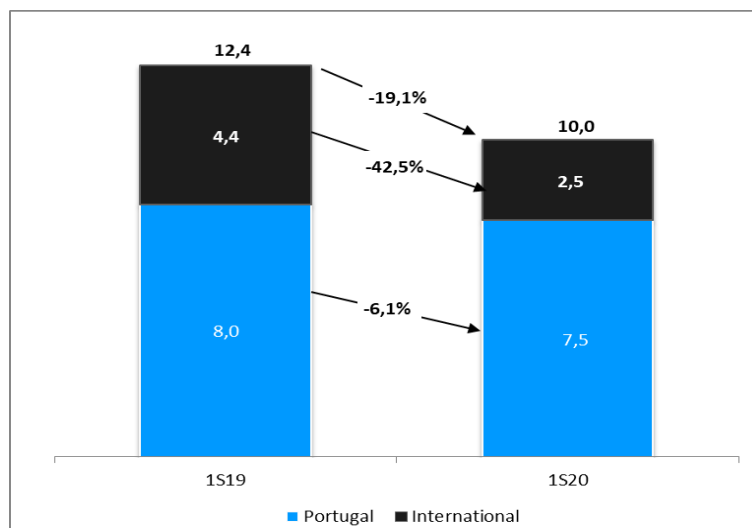
3.2. Consolidated Operating Revenues

Consolidated Operating Revenues amounted to 10,0 million Euros in 1H20, against 12,4 million Euros in the same period of the previous year, representing a decrease of 19.1%.

Business in the domestic market contracted 6.1% over 1H19, reflecting retractions namely in the *ITC* sector.

International Sales, namely in the African market where the Group has subsidiaries, suffered a reduction of 42.5% relative to 1H19, while maintaining its weight relative to the Group's total Revenues.

Operating Revenue € Millions



3.3. Operating Expenses

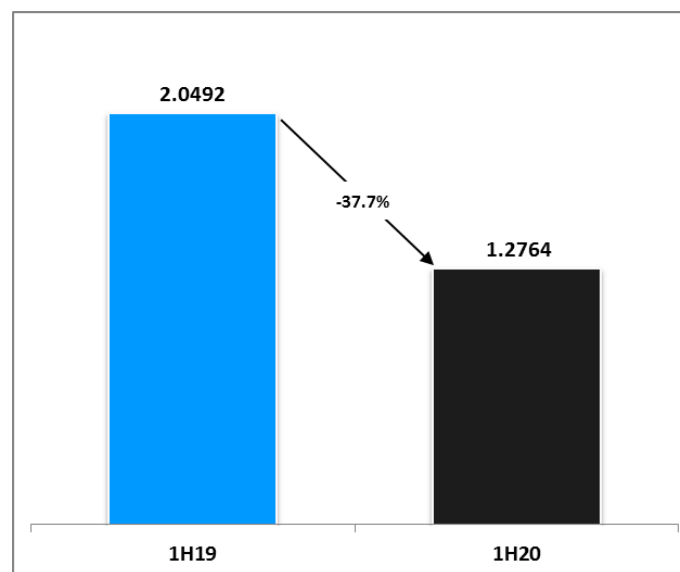
Consolidated Operating Expenses, net of Depreciation, Provisions and Adjustments, amounted to 8,7 million Euros in 1H20, representing a decrease of 15.4% over the same period of the previous year and 87.2% of Total Revenue, which compares to 83.4% in 1H19.

3.4. Operational Result before Amortizations (EBITDA)

Consolidated EBITDA reached 1,3 million Euros in 1H20, which compares with € 2,0 million in 1H19. The EBITDA margin was 12.8%, or 3.8 pp below the margin of 16.6% achieved in the same period of the previous year.

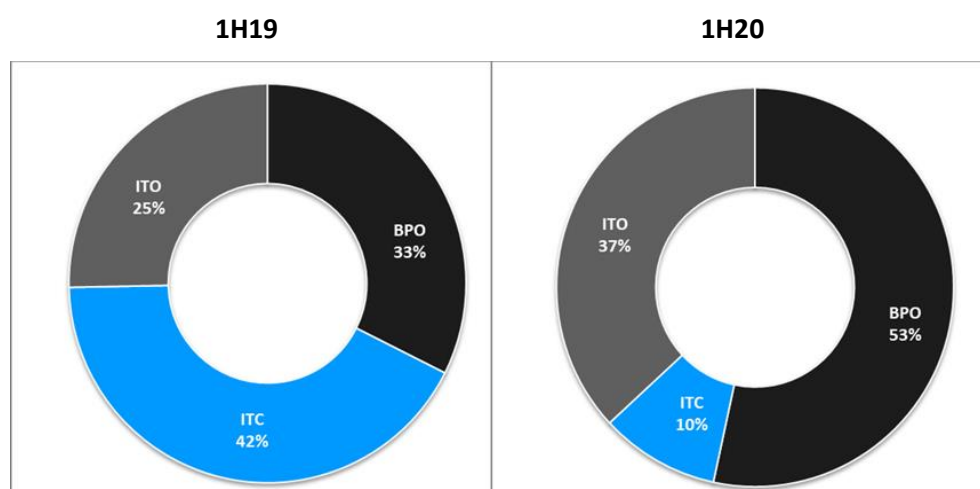
EBITDA Margin

€ Millions

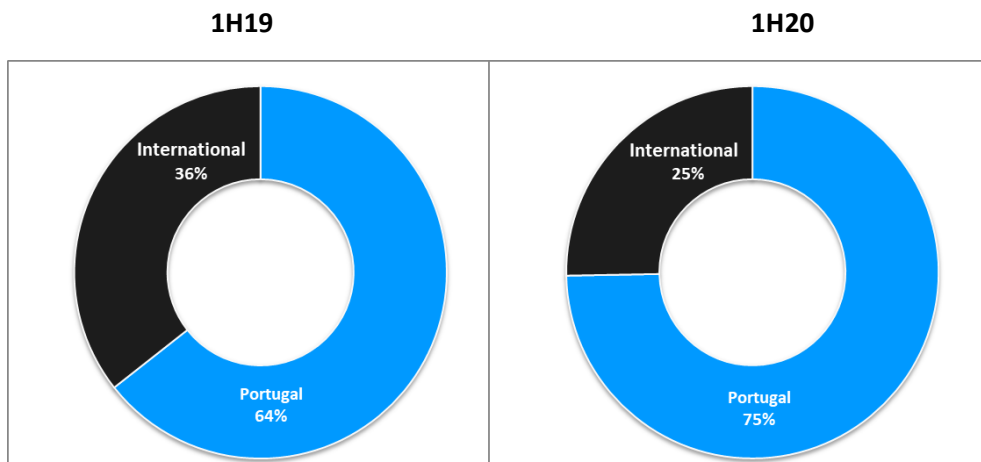


4. . Indicators by Business Sectors

Revenue by Business Sector



Revenue by Geographic Markets



4.1. IT Consulting

IT Consulting integrates the business segments of Consulting, Platforms and Applications, and specialized Outsourcing. This area represented 10% of the Group's total Revenue in 1H20.

The Consulting sector offers consulting, process management, application development/maintenance and management services, business intelligence and applications, open source solutions, and outsourcing services specializing in information technology. Services include the management, administration and support of technology platforms.

4.2. IT Outsourcing

Reditus' *IT Outsourcing* sector comprises the IT Infrastructure skills and represented 37% of total revenues in 1H20.

The IT Infrastructure segment offers services, projects and infrastructure solutions for information technology. Services include management, administration and support of technological platforms, based on a logic of liability agreement or of functional outsourcing.

Revenues from this area reached 3,7 million Euros in 1H20, a decrease of 15.1% over the same period in the previous year. EBITDA reached 0,7 million Euros, representing a 4.1% decrease from 1H19.

4.3. Business Process Outsourcing (BPO)

The *BPO* sector provides Contact Center services and business support, developing inbound and outbound services for customer support and retention, mail handling, document preparation, scanning, file custody, credit processing - corporate, mortgage, consumer and automobile, insurance claims - automotive, multi-risk and occupational hazards, processing of credit, debit and student cards, complaint management, among others. This area represented 53% of Reditus' global business in 1H20.

Operating Revenues amounted to 5,4 million Euros, a decrease of 4.1% from the same period in the previous year. EBITDA was positive by 538 thousand euros, which compares with a positive EBITDA of 789 thousand euros in 1H19.

5. Main Balance Sheet Items

€ Millions

	30-Jun-20	31-Dec-19	Var %
Total Assets	163.0	163.2	-0.1%
Non Current Assets	94.5	94.2	0.3%
Current Assets	68.5	69.0	-0.6%
Equity	15.6	15.4	1.1%
Total Liabilities	147.4	147.9	-0.3%
Non-Current Liabilities	61.4	62.5	-1.8%
Current Liabilities	86.0	85.3	0.8%
Net Debt	58.6	58.8	-0.2%

At the end of 1H20, net bank debt (including loans and lease liabilities, less cash and cash equivalents) was 58,6 million Euros, which compares with 58,8 million Euros at the end of 2019, or a decrease of 0.2%.

6. Stock Market performance

Share Price Performance



At the end of 1H20, Reditus' share closing price was 0.04 Euros, which compares to 0.05 Euros at the beginning of the year.

In terms of liquidity, 135,439 Reditus' shares were traded during the 1H20, representing a transaction value of 6,5 thousand Euros.

The average number of shares traded daily stood at about 1,058, corresponding to a daily average of approximately 51 Euros.

7. EBITDA by Business Sector

Unit: thousands of euros

	30-Jun-20	30-Jun-19	YoY %
TOTAL REDITUS			
Operating Revenues	10,008	12,366	-19.1%
Sales	363	190	90.5%
Services Rendered	9,574	12,078	-20.7%
Other Operating Revenues	71	97	-26.3%
Operating Expenses (excluding deprec., provisions and adjust.)	8,731	10,316	-15.4%
EBITDA	1,276	2,049	-37.7%
EBITDA Margin	12.8%	16.6%	-3.8pp
ITC			
Operating Revenues	982	7,324	-86.6%
Sales	-	98	-100.0%
Services Rendered	934	7,111	-86.9%
Other Operating Revenues	48	115	-57.8%
Operating Expenses (excluding deprec., provisions and adjust.)	914	6,764	-86.5%
EBITDA	68	560	-87.9%
EBITDA Margin	6.9%	7.6%	-0.7pp
ITO			
Operating Revenues	3,727	4,389	-15.1%
Sales	363	199	82.5%
Services Rendered	3,280	4,150	-20.9%
Other Operating Revenues	84	40	110.5%
Operating Expenses (excluding deprec., provisions and adjust.)	3,056	3,689	-17.1%
EBITDA	671	700	-4.1%
EBITDA Margin	18.0%	15.9%	2.1pp
BPO			
Operating Revenues	5,390	5,618	-4.1%
Sales	-	-	0.0%
Services Rendered	5,359	5,618	-4.6%
Other Operating Revenues	31	-	0.0%
Operating Expenses (excluding deprec., provisions and adjust.)	4,853	4,828	0.5%
EBITDA	538	789	-31.9%
EBITDA Margin	10.0%	14.1%	-4.1pp
Other and Intra-group			
Operating Revenues	(92)	(4,964)	
Sales	-	(107)	
Services Rendered	-	(4,800)	
Other Operating Revenues	(92)	(58)	
Operating Expenses (excluding deprec., provisions and adjust.)	(92)	(4,964)	

8. Main Events occurred in the 1st Half of 2020

In the course of the 1st Half of 2019, Reditus has released the following relevant information:

30 April 2020

Reditus SGPS informs on the 2019 Annual Report and Accounts publication process.

15 May 2020

Reditus-SGPS, SA informs on its 2019 Yearly Results.

- Reditus increases the Net Income

31 May 2020

Reditus SGPS informs on 2019 Consolidated Annual Report and Accounts, in advance of the AGM.

Reditus SGPS informs on 2019 Individual Annual Report and Accounts.

08 June 2020

Reditus SGPS informs on the Annual General Meeting to be held on June 30th, 2020.

17 June 2020

Reditus SGPS informs under paragraphs a) and b) of number 1 of article 289 of the Portuguese Companies Code.

Reditus SGPS informs on the Proposals to be made under item 7 of the Agenda, for the AGM to be held on June 30th, 2020.

30 June 2020

Reditus SGPS informs on the Resolutions of the Annual General Meeting held on June 30th, 2020

9. Outlook for the Second Half of 2020

It is expected that the improved forecasts for economic activity in Portugal in the second half of 2020 will lead to the growth of Reditus' overall revenue. In this context, the company maintains as one of its main priorities the profitability improvement for its businesses, even though it continues to operate in markets subject to a pandemic situation, quite aggressive and competitive in some of its segments of activity.

In the domestic market, Reditus will continue to focus on the development of integrated, innovative and higher added value propositions, reinforcing internal competences in order to avoid external subcontracting and thus enabling the maintenance of business margins. Its Business Plan is based on the development of its core activities and on the profitability of its projects; in the course of the 2nd semester a number of new projects have been awarded both for new clients and for the installed base, as well as the renewal of some medium / long term strategic projects in the BPO and ITO sectors.

At the international level, Reditus and as a result of its positioning in the market, strategic projects of significant value were awarded during the third quarter of the current year. These are projects that the company has been focusing on for some time, but for which the investment decisions had been postponed due to uncertainties and blocks resulting from the sanitary situation. Reditus will continue to actively search for new opportunities in the international market, as well as in Nearshore projects.

In what concerns its offering, Reditus will continue to invest in innovative solutions based on Cloud, Hyper-Convergence and Systems Management, as well as in those that particularly enhance its offer in the various activity segments, such as automation of processes via robotisation and implementation of self-learning algorithms.

10. Main Risks and Uncertainties for the Second Half of 2020

The Reditus Group is exposed to several risks that result from its activity, of which the following are the main factors with relevance for its business:

Counterpart Credit Risk – third party credit risks result primarily from the possibility of "default" by our Customers, be it as a result of short-term liquidity constraints or as a result of long-term systemic difficulties.

Interest Rate Risk – results mainly from the risk associated with the fact that our debt's service is linked to reference interest rates.

Exchange Rate Risk – is related to the Group's operations abroad. Presently, the most significant exposure to exchange rate risks results from the fluctuation between the US Dollar and the Euro, due to our operations in Africa. Reditus' general policy is based on denominating its main contracts in Euros, hence mitigating the impact of currency fluctuations.

Legal Risks - the main legal risks relate to potential problems with clients and employees. The former are controlled through an internal audit system, which includes a project qualification methodology through the analysis of given parameters that allow for the evaluation of the impact, as well as the probability of occurrence, of the risks associated with each potential business. The in-house legal Department screens all contracts and other processes of a legal nature, in order to reduce potential future risks.

II - NOTES TO THE CONSOLIDATED MANAGEMENT REPORT

I. Information on the number of shares and bonds held by members of the administrative and supervisory bodies as well as on any purchases, pledges or cessations of ownership of shares and bonds in the Company, or in entities with which the Company has a controlling or group interest.

Under the terms and for the purposes of Article 447 of the CSC, in particular the respective paragraph 5, the number of shares held by the members of the administrative and supervisory bodies of Reditus as of June 30th, 2020, are as follows:

a) Board of Directors

The Board of Directors	Transactions 2020		Nº of Shares 2020		
	Purchases	Sales	Direct	Indirect	Total
José António da Costa Limão Gatta	0	0	0	3.869	3.869
Fernando Manuel Fonseca Santos	0	0	782.135	0	782.135
Francisco José Martins Santana Ramos	0	0	0	0	0
Helder Filipe Ribeiro Matos Pereira	0	0	0	0	0

b) Audit Committee

The members of the Audit Committee composed of Dr. Armando Jorge de Carvalho Costa e Silva, Dr. Luis Henriques de Lancastre de Lima Raposo, Dr. Sónia Maria Soares Aguiar and Dr. Sofia Bettencourt Domingos (substitute) did not hold any shares or bonds of Reditus SGPS on June 30th, 2020 nor did they conduct any transactions regarding such securities.

c) Statutory Auditor

The Statutory Auditors, Auren - Auditores & Associados, SROC, SA, represented by Dr. Victor Manuel Leitão Ladeiro, did not hold any shares or bonds of Reditus SGPS on June 30th, 2020 nor did they conduct any transactions regarding such securities.

Reditus SGPS does not have any market quoted obligations.

II. Treasury Shares

As of June 30th, 2020, Reditus SGPS held 255.184 treasury shares, representing de 1,743% of its share capital. During the first six months of the current year, Reditus did not purchase or sell any shares in the regulated market.

III. Holders of relevant share holdings (in the sense of Article 20^t, heading c, of Article 9th, nr 1 of the Portuguese Stock Exchange –CMVM –Regulation nr 5/2008)

Shareholder	Nº of Shares	% Share Capital	% Voting Rights
Miguel Maria de Sá Pais do Amaral			
Directly	0	0.00%	0.00%
Through Courical Holding SGPS (controlled by the shareholder)	1,382,027	9.44%	9.61%
Through AHS Investimentos, SGPS, S.A. (controlled by the shareholder)	2,239,177	15.30%	15.57%
Total attributable	3,621,204	24.74%	25.18%
Millennium BCP, S.A.			
Directly	1,851,848	12.65%	12.87%
Total attributable	1,851,848	12.65%	12.87%
URCOM - Urbanização e Comércio, SA			
Directly	0	0.00%	0.00%
Through Lisorta, Lda (controlled by the shareholder)	1,210,124	8.27%	8.41%
Through Vicente Moreira Rato (Director of the company)	271,316	1.85%	1.89%
Total attributable	1,481,440	10.12%	10.30%
Fernando Manuel Cardoso Malheiro da Fonseca Santos			
Directly	782,135	5.34%	5.44%
Total attributable	782,135	5.34%	5.44%
Rui Miguel de Freitas e Lamego Ferreira			
Directly	0	0.00%	0.00%
Through Inventum DUE, Lda (controlled by the shareholder)	668,831	4.57%	4.65%
Total attributable	668,831	4.57%	4.65%

III - CONSOLIDATED FINANCIAL STATEMENTS

REDITUS SGPS, SA

CONDENSED DEMONSTRATION

Consolidated Statement of Financial Position on June 30th, 2020 and December 31st, 2019

(Unaudited)

(Values expressed in Euros)

	Notes	30 Jun 20	31 Dec 19
NON-CURRENT ASSETS:			
Tangible Fixed Assets	7	6,493,816	6,599,549
Investment Properties		1,509,000	1,509,000
Goodwill	8	38,711,899	38,711,899
Intangible Assets		5,575,138	5,567,361
Customers		35,928,662	35,928,662
Other Accounts Receivable		1,075,874	1,075,874
Other Financial Investments		1,896,791	1,884,576
Deferred Tax Assets	9	3,317,769	2,953,496
		<u>94,508,949</u>	<u>94,230,417</u>
CURRENT ASSETS:			
Inventories		214,466	249,500
Customers		28,728,641	29,692,551
Other Accounts Receivable		8,017,242	7,819,482
Other Current Assets		30,442,160	29,965,483
Financial Assets at Fair Value		7,167	7,167
Cash and Equivalents		1,130,400	1,242,532
		<u>68,540,076</u>	<u>68,976,715</u>
TOTAL ASSETS		<u>163,049,025</u>	<u>163,207,132</u>
EQUITY AND LIABILITIES			
EQUITY:			
Share Capital		14,638,691	14,638,691
Treasury Shares		(255,183)	(255,183)
Share Premium Account		9,952,762	9,952,762
Reserves		4,812,483	4,812,483
Retained Earnings		(15,108,237)	(15,157,388)
Surplus Valorisation of Fixed Assets		1,215,489	1,215,489
Consolidated Net Income for the Year		168,156	49,151
Equity Attributable to REDITUS Shareholders		<u>15,424,161</u>	<u>15,256,005</u>
Equity Attributable to Minority Holdings		<u>194,631</u>	<u>191,100</u>
Total Equity		<u>15,618,792</u>	<u>15,447,105</u>
LIABILITIES:			
NON-CURRENT LIABILITIES:			
Loans	10	30,638,829	31,209,006
Other Accounts Payable	11	25,909,178	26,325,315
Deferred Tax Liabilities	9	918,151	918,151
Financial Leasing Liabilities	12	3,937,568	3,961,955
		<u>61,403,726</u>	<u>62,414,427</u>
CURRENT LIABILITIES:			
Loans	10	24,833,276	24,483,333
Suppliers		10,689,650	10,204,381
Other Accounts Payable	11	37,563,821	36,472,484
Other Current Liabilities		12,581,455	13,823,488
Financial Leasing Liabilities	12	358,305	361,914
		<u>86,026,507</u>	<u>85,345,600</u>
Total Liabilities		<u>147,430,233</u>	<u>147,760,027</u>
TOTAL LIABILITIES AND EQUITY		<u>163,049,025</u>	<u>163,207,132</u>

The Annex is an integral part of the Consolidated Financial Position Statement
as of 30 June 2020 and 31 December 2019.

THE CHARTERED ACCOUNTANT

THE BOARD OF DIRECTORS

REDITUS SGPS, SA
CONDENSED DEMONSTRATION
Half-Year Results as of June 30th, 2020 and June 30th, 2019
(Unaudited)
(Values expressed in Euros)

	Notes	30 Jun 20	30 Jun 19
OPERATING REVENUE:			
Sales	13	362,868	190,478
Services Rendered	13	9,573,645	12,078,489
Other Operating Revenues	14	71,251	96,664
Total Operating Revenues		10,007,764	12,365,631
OPERATING COSTS			
Inventories Consumed and Sold		(312,299)	(176,545)
External Supplies and Services	15	(3,481,759)	(4,418,340)
Staff Costs	16	(4,874,672)	(5,575,333)
Depreciation and Amortization Costs	17	(385,808)	(1,084,049)
Provisions and Impairments		(30,282)	(64,500)
Other Operating Costs		(62,592)	(146,203)
Total Operating Costs		(9,147,412)	(11,464,970)
Net Operating Income		860,352	900,661
FINANCIAL RESULTS:			
Net Financial Costs	18	(646,292)	(996,112)
Net Losses in Associated Companies		-	-
Income Before Taxes		(646,292)	(996,112)
		214,060	(95,451)
Income Tax	19	(42,373)	277,648
		-	-
Income Before Minority Interests		171,687	182,197
Minority Interests		(3,531)	(96,643)
Results from Ongoing Operations	20	168,156	85,554
Results from Discontinued Operations		-	-
Net Income		168,156	85,554
Attributable to:		-	-
Shareholders of the Parent Company		168,156	85,554
Minority Interests		3,531	96,643
		171,687	182,197

The Annex is an integral part of the Consolidated Financial Position Statement
as of 30 June 2020 and 30 June 2019.

THE CHARTERED ACCOUNTANT

THE BOARD OF DIRECTORS

CONDENSED DEMONSTRATION

Half-Year Comprehensive Income as of June 30th, 2020 and June 30th, 2019
(Unaudited)
(Values expressed in Euros)

	30 Jun 20	30 Jun 19
Consolidated Net Income for the Year (before minority interests)	<u>171,687</u>	<u>182,197</u>
Items which will not be reclassified on the results		
Changes in Surplus Valorisation of Fixed Assets (IAS 16, IAS 38)	-	-
Consolidated Comprehensive Income	<u>171,687</u>	<u>182,197</u>
Attributable to:		
Shareholders of the Parent Company	168,156	71,279
Minority Interests	<u>3,531</u>	<u>110,918</u>
	<u>171,687</u>	<u>182,197</u>

The Annex is an integral part of the Consolidated Financial Position Statement
as of 30 June 2020 and 30 June 2019.

THE CHARTERED ACCOUNTANT

THE BOARD OF DIRECTORS

REDITUS SGPS, SA
CONDENSED DEMONSTRATION
Half-Year Consolidated Cash flow Statements as of June 30th, 2020 and June 30th, 2019
(Unaudited)
(Values expressed in Euros)

	30 Jun 20	30 Jun 19
OPERATIONAL ACTIVITIES:		
Receipts from Customers	9,821,924	10,263,025
Payments to Suppliers	(2,646,440)	(2,465,585)
Staff Payments	(3,915,405)	(3,558,747)
Payment / Receipt of Income Tax	-	-
Other Receipts/(Payments) relating to the Operational Activity	(2,975,277)	(3,060,887)
Cash Flow from Operating Activities (1)	284,802	1,177,806
INVESTMENT ACTIVITIES:		
Receipts derived from:		
Financial Investments	609	656
Sale of tangible assets	-	-
Interest and similar income	-	-
	609	656
Payments relative to:		
Acquisition of Tangible Assets	(77,194)	(246,908)
Others	(50,000)	(1,882)
	(127,194)	(248,790)
Cash Flow from Investment Activities (2)	(126,585)	(248,134)
FINANCING ACTIVITIES:		
Receipts relating to:		
Loans Received	3,048,241	3,909,637
Aumentos de capital, prestações suplementares e prémios de emissão	50,000	-
	-	-
	-	-
	-	-
Outros	-	-
	3,098,241	3,909,637
Payments relating to:		
Loans Received	(3,282,715)	(4,614,605)
Interest and equivalent costs	(87,253)	(304,518)
	(3,369,969)	(4,919,123)
Cash Flow from Financing Activities (3)	(271,728)	(1,009,486)
Variation in Cash and Equivalents (4) = (1) + (2) + (3)	(113,511)	(79,814)
Effect of Exchange Rate Variations	-	-
Non-Current Assets Held for Sale	-	-
Cash and Equivalent at the Beginning of the Period	955,230	563,847
Cash and Equivalent at the End of the Period	841,719	484,033

REDITUS SGPS, SA
CONDENSED DEMONSTRATION

Half-Year notes to the Cashflow Statements as of June 30th, 2020 and June 30th, 2019
(Unaudited)
(Values expressed in Euros)

	30 Jun 20	30 Jun 19
Cash	251,860	241,464
Bank Deposits	878,540	1,158,013
Cash and Equivalents (Balance Sheet)	1,130,400	1,399,477
Overdraft Facilities	(288,681)	(915,444)
Cash and Equivalents (Cash Flow Statement)	841,719	484,033

THE CHARTERED ACCOUNTANT

THE BOARD OF DIRECTORS

REDITUS, SGPS, SA
CONDENSED DEMONSTRATION
Half-Year Consolidated Statement of Changes in Shareholders Equity
As of June 30th, 2020 and June 30th, 2019
(Unaudited) - (Values expressed in Euros)

	Equity Attributable to the Shareholders of the Parent Company										Equity Attributable to Minority Interests	Total Equity
	Share Capital	Treasury Shares	Share Premium Account	Legal Reserves	Other Reserves	Retained Earnings	Adjustments in Financial Assets	Excess Valorisation on Fixed	Consolidated Net Income for FY	Total		
Balance as of 31 December 2019	14,638,691	(255,183)	9,952,762	3,244,814	1,567,669	(15,157,388)	-	1,215,489	49,151	15,256,005	191,100	15,447,105
Share Capital Increase	-	-	-	-	-	-	-	-	-	-	-	-
(Acquisition) / Sale of Treasury Shares	-	-	-	-	-	-	-	-	-	-	-	-
Application of Results	-	-	-	-	-	49,151	-	-	(49,151)	-	-	-
Acquisition of Minority Interests (Note 10)	-	-	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	-	-	-
Minority Interests for the Period	-	-	-	-	-	-	-	-	-	-	3,531	3,531
Changes in Surplus Valuation (IAS 16, IAS 38)	-	-	-	-	-	-	-	-	-	-	-	-
Consolidated Net Income for the Fiscal Year	-	-	-	-	-	-	-	-	168,156	168,156	-	168,156
Balance as of 31 December 2020	14,638,691	(255,183)	9,952,762	3,244,814	1,567,669	(15,108,237)	-	1,215,489	168,156	15,424,161	194,631	15,618,792
Balance as of 31 December 2018	14,638,691	(255,183)	9,952,762	3,244,814	1,567,669	(12,107,071)	-	1,260,288	(3,050,317)	15,251,653	120,326	15,371,979
Share Capital Increase	-	-	-	-	-	-	-	-	-	-	-	-
(Acquisition) / Sale of Treasury Shares	-	-	-	-	-	-	-	-	-	-	-	-
Application of Results	-	-	-	-	-	(3,050,317)	-	-	3,050,317	-	-	-
Acquisition of Minority Interests (Note 10)	-	-	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	-	-	-
Minority Interests for the Period	-	-	-	-	-	-	-	-	-	-	96,643	96,643
Changes in Surplus Valuation (IAS 16, IAS 38)	-	-	-	-	-	-	-	-	-	-	-	-
Consolidated Net Income for the Fiscal Year	-	-	-	-	-	-	-	-	85,554	85,554	-	85,554
Balance as of 30 June 2019	14,638,691	(255,183)	9,952,762	3,244,814	1,567,669	(15,157,388)	-	1,260,288	85,554	15,337,207	216,969	15,554,176

The Annex is an integral part of the Consolidated Statement of Equity Changes for the Periods ended 31 December 2020 and 2019.

THE CHARTERED ACCOUNTANT

THE BOARD OF DIRECTORS

III - NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. Activity

Reditus, Sociedade Gestora de Participações Sociais, S.A. is the holding company (parent company) of the Reditus Group and is head-quartered in Lisbon, Avenida 5 de Outubro, nº 125, Loja 2.

Reditus was founded in 1966 under the name of Reditus - Estudos de Mercado e Promoção de Vendas, SARL and had as its main activity the supply of specific services, including market research. It evolved into data processing for the Banco de Agricultura, its main stockholder together with the insurance company "A Pátria".

In December 1990, Reditus changed its corporate name and became a Sociedade Gestora de Participações Sociais (holding company), with its main activity being the management of shareholdings in other companies as an indirect way of pursuing economic activities.

The Reditus Group operates in three different business areas: *Business Process Outsourcing* (BPO), *IT Outsourcing* (ITO) and *IT Consulting* (ITC).

The activity of the company is not subject to significant seasonality.

Reditus has been listed on Euronext Lisbon (former Stock Exchange of Lisbon and Oporto) since 1987.

These Financial Statements were approved by the Board of Directors on August 31st, 2020 and are expressed in Euros.

These interim, consolidated financial statements as of June 30th, 2020 have not been audited.

2. Most Significant Accounting Policies

These consolidated financial statements have been prepared on the basis of the accounting policies disclosed in the notes to the consolidated financial statements as of June 30th, 2020 and December 31st, 2019.

2.1 Basis of Presentation

These consolidated financial statements have been prepared in accordance with IAS 34 - Interim Financial Reporting. As such, they do not include all the information to be disclosed in the annual consolidated financial statements and should be read in conjunction with the consolidated financial statements for the previous fiscal year.

The interim consolidated financial statements of Reditus, SGPS, SA have been prepared on a going concern basis, based on the books and accounting records of the companies included in

the consolidation, maintained in accordance with the accounting principles generally accepted in the country of each subsidiary and adjusted during the consolidation process so that the consolidated financial statements comply with International Financial Reporting Standards ("IFRS"), as adopted by the European Union and as applicable for financial years from January 1st, 2019.

The adoption of these standards and interpretations had no significant impact on the Group accounts.

3. Financial Risk Management / Accounts Receivable / Accounts Payable:

Financial risk management policies

Revenue recognition

Revenue resulting from equipment sales is recognized when invoices are issued, specialized for any time deferral on their delivery.

Revenues from projects / services are recorded on the basis of the completion level of the projects, as services are being rendered. The use of other assumptions for the referred estimates and judgments could result in financial results different from those considered.

Income Tax

The Group is subject to the payment of taxes on profits (IRC). The calculation of the total tax amount to be paid on profits requires certain interpretations and estimates. Changes to these assumptions could have a significant impact on the estimated values.

There are several transactions and calculations for which the estimation of the final payable tax amount is uncertain during the normal business cycle. Other interpretations and estimates could result in a different level of income taxes, current and deferred, recognized in the period.

The Portuguese Tax Authorities may review the calculation of the taxable income of Reditus and its subsidiaries for a period of four or six years, in what relates to deferrable tax losses. It is thus possible that corrections could be made to the taxable income, mainly resulting from differences in interpretation of the tax legislation, although the Management of Reditus and its subsidiaries is convinced that there will be no significant corrections to the taxes on profits recorded in the present financial statements.

Exchange rate risk management

The Reditus Group operates primarily in markets where the common functional currency is the Euro. It is nevertheless exposed to exchange rate risks in US dollars (USD) with regard to operations in Angola, even though that risk is mitigated by the fact that the major contracts have been awarded in Euros. The value of the USD balances in customer's due accounts is USD 511.594, as of June 30th, 2020.

The debt contracted by the Reditus Group is entirely denominated in Euros, and the Group did not take out financial instruments to hedge against interest rate changes.

Financial risk management

All operations performed with financial instruments are subject to prior approval by the Executive Board, which defines the specifics of each transaction and approves the relevant documents.

The financial risk management for Reditus' Group companies is controlled centrally, through the CFO's Office and in accordance with the policies adopted by the Executive Board. The Financial Director identifies, evaluates, and reports to the Executive Board for approval, the elements for analysis of each individual operation. The Executive Board is responsible for defining general principles of risk management, as well as exposure limits.

The Group's activities involve exposure to financial risks, including changes in market pricing conditions, interest rates and exchange rates. The Group's exposure to financial risks lies essentially in its debt, which is exposed to interest rate risks.

In the context of variable rate loans, the Reditus Group follows the evolution of the markets and, whenever considered necessary, may resort to contracting interest rate derivative financial instruments to hedge cash flows associated with future payments of interest. This has the effect of converting variable interest rate loans to fixed interest rate loans, while the unpredictability of financial markets is analysed in accordance with the Group's risk management policy.

Considering the interest rates applied on June 30th, 2020, a variation of the reference rate of 0.5% would have the following annual impact:

	Sensitivity Analysis	Variation Charges
Increase	0.5%	277,361
Decrease	-0.5%	-277,361

Counterpart credit risk management

As regards to third parties' debts resulting from the current activity of the Reditus Group, the credit risk results primarily from the possibility of "defaults" by those third parties. This is significantly mitigated by the nature and solidity of the Clients that make up almost the entire Group's Client portfolio.

The Group policy in terms of counterpart risk is also governed by an analysis of the technical capacity, competitiveness, credit rating and exposure to each of the counterparties, thus avoiding significant concentrations of credit risk and not allowing for relevant risk of default from the counterpart, whereas no dedicated guarantees are common for this type of operations.

Monitoring risks, both relating to price and volume as well as to credit, requires its quantification in measures associated with risk exposures that may be adjusted by means of market operations. This quantification is performed by the CFO's Office.

The Group manages liquidity risks through the contracting and maintenance of credit lines with national financial institutions, which allow immediate access to funds.

4. Significant Accounting Estimates and Judgments

The preparation of consolidated financial statements requires from Management a number of judgments and estimates, with an impact in what income, expenses, assets, liabilities and disclosures are concerned. The financial information hereby reported includes therefore items that are influenced by the application of those estimates and judgments, as a reflection of the Group's accounting policies.

The above mentioned estimates are determined by management judgments, which are in turn based on the best available information, on the knowledge of present events, and on the activities that the Group expects to develop in the future. Thus, the use of estimates and assumptions represents a risk that may lead to adjustments in future periods.

The Board of Directors considers that the choices made are appropriate and that the consolidated financial information adequately represents the Group's financial position and the results of its transactions, in all materially relevant aspects.

The main items influenced by estimates and judgments are the following:

1. Goodwill impairment;
2. Impairment on prototypes;
3. Impairment on accounts receivable;
4. Income tax;
5. Revenue recognition;
6. Deferred tax assets, arising from tax losses carried forward.

1. Goodwill impairment

Goodwill impairment tests are performed annually by external experts, in accordance with IAS 36 – Impairment of Assets. The identified cash-flow generating units are the following business units:

- IT Outsourcing
- BPO (Business Process Outsourcing)
- IT Consulting

2. Impairment on prototypes

Prototypes represent the internal development of marketable products, in the form of re-engineered administrative processes, new administrative processes or customized computer applications, whose recognition is recorded over the estimated useful life's duration. All prototypes have documentary support and reflect an estimate about their ability to generate cash flows in future fiscal years. In addition to a systematic amortization whenever there is evidence of impairment, the prototypes are still subject to impairment tests carried out by external experts.

3. Impairment on accounts receivable

The cash flow generating units' recoverable amounts were calculated according to their useful value. These calculations require the application of estimates.

4. Income Tax

The Group determines income taxes through the application of estimates arising from the current tax legislation, in particular adjustments for non tax-deductible expenditures and also adjustments required on securities and financial investments. These calculations require the application of estimates.

5. Revenue recognition

The recognition of revenue by the Group includes analysis and estimates by Management, in what concerns the completion stage of ongoing projects as on the date of the financial information, which might have a future development different from the one budgeted to date.

6. Deferred tax assets, arising from tax losses carried forward

The Group accounts for deferred tax assets on the basis of the tax losses existing at the balance sheet date, and the calculation of their recovery. These calculations require the use of estimates.

5. Companies Included in the Consolidation

On June 30th, 2020 the Group Companies included in the consolidation and their respective headquarters, share capital and proportion of share capital held, were the following:

Company Name	Headquarters	Consolidation Method	Effective percentage of capital held		Geographic Segment
			2020	2019	
Reditus SGPS, SA	Lisboa	Integral	Hol di ng	Hol di ng	Portugal
Reditus Gestão, SA	Lisboa	Integral	100	100	Portugal
Reditus Imobiliária, SA	Lisboa	Integral	100	100	Portugal
Techinfor, S.A	Lisboa	Integral	100	100	Portugal
ALLZIT Infocomunicações, S.A.	Lisboa	Integral	100	100	Portugal
Partblack, S.A	Lisboa	Integral	100	100	Portugal
Reditus Consulting, S.A.	Lisboa	Integral	100	100	Portugal
G.T.O Consulting, S.A.	Lisboa	Integral	100	100	Portugal
G.Consult Angola - Consultoria e Desenvolvimento, Lda	Angola	Integral	80	80	Angola
Ogimatech - Consultoria Empresarial e Institucional, Lda	Angola	Integral	95	95	Angola
Tora - Sociedade Imobiliária, S.A	Lisboa	Integral	100	100	Portugal
Reditus Business Products	Lisboa	Integral	100	100	Portugal
SolidNetworks Business Consulting	Arruda dos Vinhos	Integral	100	100	Portugal
Reditus Guinea Ecuatorial, S.A	Malabo	Integral	60	60	Guiné
Reditus Networks Innovation, Lda.	Arruda dos Vinhos	Integral	100	100	Portugal
Job Value, S.A	Arruda dos Vinhos	Integral	77.5	77.5	Portugal
Reditus Consulting Moçambique, Limitada.	Moçambique	Integral	100	100	Moçambique
Reditus CIS, Limitada.	Lisboa	Integral	100	100	Portugal

6. Information by Business Segment

On June 30th, 2020 and June 30th, 2019 the results by business segment were as follows:

June 30th 2020

	2020					
	ITO	ITC	BPO	Total	Adjustments	Consolidated
Operating revenues:						
External sales of products and	362,868	-	-	362,868	-	362,868
Intra-network sales of products and merchandise	-	-	-	-	-	-
Provision of external services	3,280,391	933,931	5,359,323	9,573,645	-	9,573,645
Provision of intra-network services	-	-	-	-	-	-
Other external operating revenue	40,461	-	30,790	71,251	-	71,251
Other intra-network operational revenue	43,722	48,297	178	92,197	(92,197)	-
Total operating revenues	3,727,442	982,228	5,390,291	10,099,961	(92,197)	10,007,764
Operational expenses:						
Inventories consumed and sold	(312,299)	-	-	(312,299)	-	(312,299)
Supplies and Services External	(1,289,649)	(282,359)	(1,998,212)	(3,570,220)	88,461	(3,481,759)
Staff Costs	(1,432,235)	(619,749)	(2,822,688)	(4,874,672)	-	(4,874,672)
Depreciation and amortization Costs	(275,779)	(48,339)	(61,690)	(385,808)	-	(385,808)
Provisions and Impairment Losses	(11,603)	(2,892)	(15,787)	(30,282)	-	(30,282)
Other Operating Costs and Losses	(22,299)	(12,384)	(31,645)	(66,328)	3,736	(62,592)
Total Operating Expenses	(3,343,864)	(965,723)	(4,930,022)	(9,239,609)	92,197	(9,147,412)
Operational profits	383,578	16,505	460,269	860,352	0	860,352
Financial results						(646,292)
Income before taxes						214,060
Income tax						(42,373)
Profit from continuing operations						171,687

June 30th 2019

	2019					
	ITO	ITC	BPO	Total	Adjustments	Consolidated
Operating revenues:						
External sales of products and	92,262	98,216	-	190,478	-	190,478
Intra-network sales of products and merchandise	106,616	-	-	106,616	(106,616)	-
Provision of external services	2,053,520	4,407,012	5,617,957	12,078,489	-	12,078,489
Provision of intra-network services	2,096,239	2,703,789	-	4,800,028	(4,800,028)	-
Other external operating revenue	20,325	73,790	-	94,115	2,549	96,664
Other intra-network operational revenue	19,669	40,723	-	60,392	(60,392)	-
Total operating revenues	4,388,631	7,323,530	5,617,957	17,330,118	(4,964,487)	12,365,631
Operational expenses:						
Inventories consumed and sold	(177,702)	(92,500)	-	(270,202)	93,657	(176,545)
Supplies and Services External	(1,847,620)	(5,134,202)	(2,306,243)	(9,288,065)	4,869,725	(4,418,340)
Staff Costs	(1,563,352)	(1,494,862)	(2,517,198)	(5,575,412)	79	(5,575,333)
Depreciation and amortization Costs	(526,865)	(320,856)	(236,328)	(1,084,049)	-	(1,084,049)
Provisions and Impairment Losses	-	(64,500)	-	(64,500)	-	(64,500)
Other Operating Costs and Losses	(100,169)	(42,028)	(5,032)	(147,229)	1,026	(146,203)
Total Operating Expenses	(4,215,708)	(7,148,948)	(5,064,801)	(16,429,457)	4,964,487	(11,464,970)
Operational profits	172,923	174,582	553,156	900,661	-	900,661
Financial results						(996,112)
Income before taxes						(95,451)
Income tax						277,648
Profit from continuing operations						182,197

7. Tangible Fixed Assets

7.1. Movements occurred under the items Tangible Fixed Assets and the respective Amortizations:

Gross Assets:

	Gross Assets				
	Balance 31 Dec 19	Increases and Revaluations	Scraps and Disposals	Corrections and Transf.	Balance 30 Jun 20
Real Estate and Natural Resources	2,685,250	-	-	-	2,685,250
Buildings and other Cosntructions	5,737,211	13,480	-	-	5,750,691
Basic Equipment	4,251,771	-	-	-	4,251,771
Transportations Equipment	1,027,105	-	-	-	1,027,105
Administrative Equipment	3,884,521	-	-	-	3,884,521
OtherTangible Fixed Assets	2,917,355	-	-	-	2,917,355
	20,503,213	13,480	-	-	20,516,693

	Gross Assets				
	Balance 31 Dec 18	Increases and Revaluations	Scraps and Disposals	Corrections and Transf.	Balance 31 Dec 19
Real Estate and Natural Resources	2,685,250	-	-	-	2,685,250
Buildings and other Cosntructions	5,737,211	-	-	-	5,737,211
Basic Equipment	4,225,871	24,931	-	969	4,251,771
Transportations Equipment	1,027,105	-	-	-	1,027,105
Administrative Equipment	3,884,521	-	-	-	3,884,521
OtherTangible Fixed Assets	2,917,355	-	-	-	2,917,355
	20,477,313	24,931	-	969	20,503,213

Accumulated Depreciation:

	Cummulated Depreciations				
	Balance 31 Dec 19	Increases	Disposals	Corrections and Transf.	Balance 30 Jun 20
Buildings and other Constructions	1,991,980	83,489	-	-	2,075,470
Basic Equipment	4,172,415	18,482	-	-	4,190,897
Transportation Equipment	987,193	9,857	-	-	997,050
Administrative Equipment	3,840,556	5,722	-	-	3,846,278
Other Tangible Fixed Assets	2,911,520	1,663	-	-	2,913,183
	13,903,664	119,214	-	-	14,022,877

	Cumulated Depreciations				
	Balance 31 Dec 18	Increases	Disposals	Corrections and Transf.	Balance 31 Dec 19
Buildings and other Constructions	1,826,349	165,631	-	-	1,991,980
Basic Equipment	4,130,547	41,868	-	-	4,172,415
Transportation Equipment	967,479	19,714	-	-	987,193
Administrative Equipment	3,820,007	20,549	-	-	3,840,556
Other Tangible Fixed Assets	2,901,147	10,373	-	-	2,911,520
	13,645,529	258,135	-	-	13,903,664

8. Goodwill

During the periods ending on June 30th, 2020 and December 31st, 2019 the movements in Goodwill were as follows:

	30 Jun 20	31 Dec 19
Balance at the beginning of the Period	38,711,899	38,711,899
Impairments recognized in the period	-	-
Balance at the end of the Period	38,711,899	38,711,899
<u>Net accounting value:</u>	-	-
Balance at the beginning of the Period	38,711,899	38,711,899
Balance at the end of the Period	38,711,899	38,711,899

9. Deferred Tax Assets and Liabilities

The details of the deferred tax assets and liabilities on June 30th, 2020 and December 31st, 2019 in accordance with the temporary differences that generated them are as follows:

	ASSETS		LIABILITIES		NET VALUE	
	30 Jun 20	31 Dec 19	30 Jun 20	31 Dec 19	30 Jun 20	31 Dec 19
Adjustments a)	283,304	283,304	-	-	283,304	283,304
Deferrable Tax Losses b)	3,034,465	2,670,192	-	-	3,034,465	2,670,192
Revaluation reserves c)	-	-	300,594	278,728	(300,594)	(278,728)
Other d)	-	-	617,557	639,423	(617,557)	(639,423)
Net Deferred Tax Asset / (Liability)	3,317,769	2,953,496	918,151	918,151	2,399,618	2,035,345

- a) These adjustments relate primarily to losses in fair value of securities and financial investments;

b) The tax losses carried forward are as follows;

	FY of Tax Loss	Last Year for Deduction	Remaining Tax Loss	Deduction Value
	2016	2028	1 543 871	322 960
	2017	2029	1 948 662	437 792
	2018	2030	4 780 378	871 293
	2019	2031	5,684,935	1,183,057
	2020	2032	1 044 589	219 364
			15,002,436	3,034,465

Deferred tax assets have been recognized to the extent that future taxable income is likely to be used to recover tax losses and temporary differences. This evaluation was based on the business plans of the Group companies, which are periodically reviewed and updated.

- c) The value relative to the revaluation reserves relates to the revaluation of the Reditus building in Alfragide, to the extent that a part of the amortizations will not be tax deductible;
- d) Corresponds to the intangible assets generated after with the acquisition of Partblack, the amortization of which will not be tax deductible.

10. Loans

On June 30th, 2020 and December 31st, 2019, the loans obtained were as follows:

	30 Jun 20	31 Dec 19
Non-Current		
Bank Loans	30,638,829	31,209,006
	30,638,829	31,209,006
Current Assets	0	0
Bank Loans	22,159,288	21,589,111
Bank Overdrafts	288,681	287,302
Commercial paper	377,500	549,000
Secured current accounts	1,320,185	1,320,185
Factoring	687,622	737,735
	24,833,276	24,483,333
	55,472,105	55,692,339

As of June 30th, 2020 the deadlines for loan repayment were as follows:

	Total	Less than 1 year	Between 1 and 5 years	More than 5 years
Bank Loans	52,798,117	22,159,288	12,152,238	18,486,591
Bank Overdrafts	288,681	288,681		
Commercial paper	377,500	377,500		
Factoring	687,622	687,622		
	55,472,105	24,833,276	12,152,238	18,486,591

Existing guarantees for the various loans are:

- Loan from Banco Efisa, with an outstanding amount of 7,863,073 Euros, with an interest rate of 2.50%, is guaranteed by the assignment of a client contract invoices and has a clause that allows the bank to request an early reimbursement, total or partial, in case any one of the reference shareholders Miguel Maria de Sá Pais do Amaral, the Estate of the late Frederico José Appleton Moreira Rato, António Maria de Mello Silva César Menezes, Fernando Manuel Cardoso Malheiro Fonseca Santos, José António da Costa Limão Gatta and Rui Miguel de Freitas e Lamego Ferreira should not maintain 80% of their individually held investment at the date of the contract's signature;
- Loans from Novo Banco with outstanding amounts of 2,065,345€, 5,586,720€, 986,000€ and 1,104,073€ Euros are guaranteed by a 4th degree pledge of 104,428 Reditus SGPS shares and 100,000 Reditus Gestão shares. They have an interest rate of 2.75%, and a clause that allows the bank to request an early reimbursement, total or partial, in case any one of the reference shareholders Miguel Maria de Sá Pais do Amaral, António Maria de Mello Silva César Menezes, Fernando Manuel Cardoso Malheiro Fonseca Santos and José António da Costa Limão Gatta should transfer a number of shares in the groups' capital greater than 5% of their respective present holdings;
- Loans from Caixa Económica Montepio Geral, with outstanding amounts of 4,482,866 Euros and 9,817,735 Euros and an interest rate of 2.75%, guaranteed by the assignment of a client contract invoices;
- Loans from Deutsche Bank, with outstanding amounts of 277,178 Euros and 89,918 Euros, all with an interest rate of 4.50 %;
- Loan from Millennium BCP, with an outstanding amount of 19,170,000 Euros, guaranteed by a pledge of 502,747 shares of Millennium BCP and 10,900,000 shares of Reditus Gestão, SA.

Joint and several liabilities of Reditus SGPS on loans:

- On June 30th, 2020, Reditus SGPS, was jointly and severally responsible for three loans contracted with Novo Banco, by All2it Infocomunicações SA, Partblack SA and Reditus Gestão SA, which as of that date amounted respectively to € 986,000, € 290,862 and € 5,586,720;
- In addition, joint and several liability was maintained with Reditus Gestão in relation to the financing received from Caixa Central de Crédito Mútuo, A Banca, Caixa Económica

Montepio Geral and Parvalorem, in the amounts of respectively € 875,000, € 277,177, € 4,482,866 and € 86,102.

A global renegotiation of liabilities is underway, namely concerning the restructuring of bank debts and in accordance with the *Business Continuity* principles.

11. Other Accounts Payable

On June 30th, 2020 and December 31st, 2019 the item “other accounts payable” was composed as follows:

	30 Jun 20	31 Dec 19
Non-Current		
State and Other Public Entities	25,909,178	26,325,315
	<u>25,909,178</u>	<u>26,325,315</u>
Current		
Other shareholders	89,792	89,792
State and Other Public Entities	29,335,862	28,252,076
Other Creditors	8,138,167	8,130,616
FACCE a)	3,000,000	3,000,000
Solidnetworks	4,085,001	4,238,099
Other	1,053,166	892,517
	<u>37,563,821</u>	<u>36,472,484</u>
	63,472,999	62,797,799

- a) On September 2011, a shareholders' agreement was concluded between Reditus SGPS, SA and PME Investimentos – Sociedade de Investimento, SA, acting as management company for the Fundo Autónomo de Apoio à Concentração e Consolidação de Empresas (Autonomous Fund for the Support of Merger and Consolidation of Corporations) which has committed to invest 3 million Euros in the capital of Reditus, SA. The agreement grants Reditus a call option for the shares held by FACCE, which can be exercised at any time from October 1st, 2011 thru December 31st, 2016, and a put option to FACCE, which can be exercised at any time from September 30th, 2016 through December 31st, 2018.

Nevertheless and in December 2018, a Preliminary Share Sale Agreement was signed, which is valid for a period of 6 years and confirms FACCE's 'put' option. The amount of 3 million Euros has therefore been classified as a liability.

12. Leasing Liabilities

On June 30th, 2020 and December 31st, 2019, the breakdown of assets financed by liabilities was as follows:

	30 Jun 20	31 Dec 19
Non-Current Assets		
Buildings	3,937,568	3,961,955
	<u>3,937,568</u>	<u>3,961,955</u>
Current Assets		
Buildings	353,948	353,346
Vehicles	4,357	8,568
	<u>358,305</u>	<u>361,914</u>
	<u>4,295,873</u>	<u>4,323,869</u>

The maturities of the leasing contract liabilities are as follows:

	Capital in debt 31 Dec 20	Capital in debt 31 Dec 19
Payments up to 1 year	358,305	361,914
Payments between 1 and 5 years	1,902,439	1,897,566
Payments over 5 year	2,035,129	2,064,389
	<u>4,295,873</u>	<u>4,323,869</u>

13. Revenues from Sales and Services

On June 30th, 2020 and June 30th, 2019 this item was composed as follows:

Sales	30 Jun 20	30 Jun 19
IT Outsourcing	362,868	198,878
IT Consulting	0	98,216
Disposals	0	(106,616)
	<u>362,868</u>	<u>190,478</u>
Services rendering	30 Jun 20	30 Jun 19
BPO	5,359,323	5,617,957
IT Outsourcing	3,280,391	4,149,759
IT Consulting	933,931	7,110,801
Disposals	0	(4,800,028)
	<u>9,573,645</u>	<u>12,078,489</u>

14. Other Income and Operating Revenues

On June 30th, 2020 and June 30th, 2019 this item was composed as follows:

Other Operating Income	30 Jun 20	30 Jun 19
Extra income	63,256	70,692
Operating subsidies	0	0
Other Operating Income and Earnings	7,995	25,972
	71,251	96,664

15. External Supplies and Services

On June 30th, 2020 and June 30th, 2019 this item was composed as follows:

	30 Jun 20	30 Jun 19
Subcontracts	1,003,538	1,013,091
Fees	1,003,066	1,461,331
Transports, travel and stays and representation expenses	55,395	145,398
Leases and rentals	449,328	438,919
Specialized jobs	193,804	521,849
Communication	65,324	71,290
Water, electricity and fuels	93,123	125,825
Advertising and marketing	4,696	41,250
Vigilance and security	14,103	27,487
Maintenance and repair	52,671	37,009
Bank expenses	23,240	39,692
Tools and utensils quick wear	11,248	10,480
Office Supplies	14,231	5,605
Insurance	52,557	62,241
Litigation and notary	17,589	29,342
Cleaning, hygiene and confort	2,125	45,800
Stages	378,040	282,351
Other supplies and services	47,680	59,379
	3,481,759	4,418,340

16. Staff Costs

On June 30th, 2020 and June 30th, 2019 this item was composed as follows:

	30 Jun 20	30 Jun 19
Staff compensation	3,913,720	4,370,827
Expenses on compensation	710,713	810,261
Compensation of Social Bodies	104,017	157,655
Insurence, Work Accidents and Professional Diseases	17,511	17,271
Other Staff Costs	128,711	219,319
	4,874,672	5,575,333

On June 30th, 2019 and June 30th, 2018 the average number of employees by business sector was as follows:

	30 Jun 20	30 Jun 19
BPO	176	271
IT Outsourcing	271	172
IT Consulting	62	67
Support Areas	32	30
	541	540

17. Amortisations and Depreciations

On June 30th, 2020 and June 30th, 2019 this item was composed as follows:

	30 Jun 20	30 Jun 19
Tangible Fixed Assets		
Buildings and Other Constructions	83,489	81,015
Basic Equipment	18,482	21,792
Transport equipment	9,857	9,857
Administrative equipment	5,722	11,318
Other tangible fixed assets	1,664	5,678
	119,214	129,660
Other Intangible Assets		
Development projects	261,427	343,884
Industrial Property	0	304,702
Computer programs	5,167	32,614
Other intangible assets	0	273,189
	266,594	954,389
	385,808	1,084,049

18. Financial Results

The financial results of the half-year periods ended on June 30th, 2020 and June 30th, 2019 were composed as follows:

	30 Jun 2020	30 Jun 2019
Financial Expenses and Loses		
Supported interests		
Loans	535,589	751,871
Leasing contracts	9,617	53,649
Factoring	14,086	15,479
Default and compensatory	59,593	133,184
Other	4	135
	<u>618,889</u>	<u>954,318</u>
Bank services	0	0
Foreign exchange losses	458	4,744
Other financial expenses	<u>29,040</u>	<u>41,220</u>
	<u>29,498</u>	<u>45,964</u>
	648,387	1,000,282
Financial Income and Gains		
Obtained Interest	0	1,498
Foreign exchange gains	2,095	2,671
Other financial gains	<u>0</u>	<u>1</u>
	2,095	4,170
Financial Result	(646,292)	(996,112)

19. Income Taxes

On June 30th, 2020 and June 30th, 2019 this item was composed as follows:

	30 Jun 20	30 Jun 19
Current tax	551,466	344,299
Deferred tax	<u>(509,093)</u>	<u>(621,947)</u>
	<u>42,373</u>	<u>(277,648)</u>

	30 Jun 20	30 Jun 19
Income before taxes	214,060	(95,451)
Taxes to the rate	44,953	(20,045)
Fines, compensatory interests	18,627	43,394
Corrections regarding the previous year	0	244
(Excess)/estimative insuf. tax	-	575
Autonomous Taxation	77,850	51,337
Rate	23,683	18,344
Other	(122,740)	250,450
Tax on fiscal year income	42,373	(277,648)

20. Net Income per Share

	30 Jun 20	30 Jun 19
Earnings:		
Earnings attributable to majority shareholders for the calculation for the calculation of the net result by share (net profit of the financial year)	168,156	85,554
Profit from discontinued operations for the calculation of the profit by share of discontinued operations	-	-
Profit for calculation of the profit by share from continuing operations	168,156	85,554
Number of shares:		
Weighed average number of shares for calculation of the basic and diluted net profit by share	14,638,691	14,638,691
Effect of the additional actions generated by the incentive plan for employees	-	-
Weighed average number of shares for calculation of the diluted net profit by share	14,638,691	14,638,691
Earnings per share from continuing operations:		
Basic	0.0115	0.0058
Diluted	0.0115	0.0058
Earnings per share from discontinued operations:		
Basic	-	-
Diluted	-	-
Earning per share		
Basic	0.0115	0.0058
Diluted	0.0115	0.0058

21. Commitments

As of June 30th, 2020 the financial commitments of the Reditus Group's companies in respect to bank guarantees and that are not listed on the balance sheet, are as follows

Payable to	Origin	Values (Euros)
Several Clients	Good fulfillment of contract obligations	762,882
Several Suppliers	Good fulfillment of contract obligations	3,492
		766,374

22. Contingencies

There are no changes in relation to the contingencies reported as of December 31st, 2019.

23. Related Parties

The balances as of June 30th, 2020 and December 31st, 2019, together with the transactions carried out with related companies excluded from the consolidation in the half- years ended June 30th, 2020 and June 30th, 2019 are the following:

BALANCES:

	30 Jun 20			
	Clients	Other accounts to receive	Other accounts to pay	Suppliers
AHS Investimentos SGPS, S.A.	9,607	-	-	-
Parroute SGPS a)	6,097	1,075,874	-	13,806
Companhia das Quintas, S.A.	1,636	-	-	822
Lanifos - Soc Financiamento, Lda	396	-	-	-
Portuvinus - Wine & Spirits, S.A.	-	-	-	7,000
	17,736	1,075,874	-	21,628

	30 Jun 2019			
	Clients	Other accounts to receive	Other accounts to pay	Suppliers
AHS Investimentos SGPS, S.A.	9,607	-	-	-
Parroute SGPS a)	6,097	1,075,874	-	13,806
Companhia das Quintas, S.A.	1,636	-	-	822
Lanifos - Soc Financiamento, Lda	396	-	-	-
Portuvinus - Wine & Spirits, S.A.	-	-	-	7,000
	17,736	1,075,874	-	21,628

TRANSACTIONS:

No transactions were registered with related parties during the half-year periods ended on June 30th, 2020 and on June 30th, 2019

In the half-year period ended June 30th, 2020 no variable component of Directors' remuneration was paid, nor under the heading of termination of mandate. The fixed remuneration component was as follows:

	30 Jun 20	30 Jun 19
Executives		
Francisco Santana Ramos	30,000	60,000
Helder Matos Pereira	42,500	55,000
	<u>72,500</u>	<u>115,000</u>

24. Operational Leases

On June 30th, 2020 and June 30th, 2019 this item was composed as follows:

Amounts identified as expense:	30 Jun 20	30 Jun 19
Minimal payments of the operating lease Instalations/Equipments	<u>327,274</u>	<u>311,598</u>

Amounts identified as expense:	30 Jun 20	30 Jun 19
Minimal payments of renting of vehicles	<u>122,054</u>	<u>127,321</u>

25. Events Occurred Post Balance Sheet Date

PER - Special Revitalization Plan

As a result of the group's strategic restructuring plan, which has been developed since mid-2018, for the restructuring of its global liabilities, namely banking, tax and operational liabilities, its subsidiary TECHINFOR, SA submitted on October 14th, 2019, a "PER - Special Revitalization Process" process.

The company's recovery will be based on its profitability, the adjustment and rationalization of its cost structure and the adequacy of its liabilities to the projected free cash flows, together with the fulfilment of the commitments assumed with all its customers, suppliers and the state, as well as the maintenance of current jobs.

The final plan proposed by the company, aimed at restructuring the existing liabilities of the Group's largest operating company - TECHINFOR – which represents approx. 44% of the Group's total liabilities, presents a payment plan that respects the class and ranking of each creditor, thus respecting the principle of equality between creditors as provided for in article 194 of CIRE.

The recovery plan has been favourably voted by the vast majority (61%) of the creditors after registering their claims, leading to a ratification decision to be dictated by the Judge on July 28th, 2020.

COVID-19

With the increased risk of contamination by the SARS-CoV-2 virus in Portugal, the Board of Directors activated the PCN (Reditus' Business Continuity Plan), whose scenarios include, at least since the Influenza A crisis, the pandemics risk.

The actions implemented to this moment, many of which ahead of the recommendations issued and the restrictions imposed by the authorities, have so far proven effective.

With these measures, Reditus limited the impact of COVID-19 on its activity since it has managed to ensure a continued supply of services to all its customers, with no significant impact in the pace of work or in the profitability of operations.

It should be noted that, even if the end of this pandemic cannot be estimated with any certainty, measures are also being taken to reduce costs associated with non-critical activities, reduce and rationalize overheads and review remuneration policies in order to mitigate the consequences of a potential reduction of income.

From a strategic point of view, a study has already begun on what may be new reality in the activity, the processes and the market - "the new normal", capitalizing on the lessons already learned and aiming at preparing the organization for a successful future.

Thus, at the date of this report, the Board of Directors considers that it has the necessary resources to maintain the activity, and thus achieve the main objectives outlined for 2020.

IV - DECLARATION OF CONFORMITY

Under Article 245, paragraph 1, subheading c) of the Portuguese Securities Code, the Board of Directors declares that, to the best of its knowledge, the information contained in the Management Report and 1st Half-year Accounts was prepared in accordance with applicable accounting standards, providing a true and fair view of the assets and liabilities, financial position and earnings of the Company and the companies included in the consolidation scope. Also it is their understanding that the Management Report accurately reflects the development of businesses, performance and position of the Company and the companies included in the consolidation scope and contains a description of the main risks and uncertainties they face.

Alfragide, August 31st 2020.

The Board of Directors,

Eng. Francisco José Martins Santana Ramos - Chairman

Eng. José António da Costa Limão Gatta – Director

Dr. Fernando Manuel Cardoso Malheiro da Fonseca Santos – Director

Dr. Helder Filipe Ribeiro Matos Pereira – Director and CFO



Inspiring Performance,
Together.

PORTUGAL

HEAD OFFICE

Av. 5 de Outubro, 125, loja 2
1050-052 Lisboa

CENTRAL OFFICE

Estrada do Seminário, 2
Edifício Reditus
2614-522 Alfragide

REDITUS

Sociedade Gestora de Participações Sociais, SA

Public Company | Head Office: Av. 5 de Outubro, 125, loja 2
P-1050-052 Lisboa

Share Capital: 14.638.691,00 Euros

Registered with the Lisbon Commercial Registry Office under
single registration number and Legal Person nº 500 400 997