



Annual Report & Accounts 2018

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In compliance with the provisions of articles 65 and 66 of the Commercial Companies Code, we present, with reference to the year two thousand and eighteen, the Management Report of "**EUPAGO - Instituição de Pagamentos, Lda.**", hereinafter referred to as **euPago**, taxpayer no. 513 212 744, headquartered at Rua do Paraíso, no. 258, 4000-376, in the city of Porto.



1. Message from the Management

euPago - Instituição de Pagamentos, Lda was created in 2014 and began its activity in the year of 2015. The company has registered a consistency in its growth since the beginning of the activity, which is reflected in the business' evolution of 2018. This growth took path with the changing of payment's methods of portuguese people associated with the increase of shopping online. Otherwise, this is also a reflection of euPago's goal for its service: excellency and quality, which provides sustainable growth.

The management team is that the economic period of 2018 had a positive balance, based on company's and employee's performance. This positive balance is reflected in the earnings as well as the successful execution of several internal projects marked by high levels of complexity that embrace several departments like:

- Financial and management control;
- Compliance and prevention of money laundering;
- IT;
- Commercial and client support.

During the period of 2018, the management team's focus was not only sustainable growth and winning new clients. Moreover, in 2018 was created several mechanisms of internal control including the prevention of money laundering. This process followed the increase of the company's dimension that allowed euPago to be more resilient in future, in which the company seeks for an increase in the number of clients and turnover.

Acknowledgement

It is with great satisfaction that we extend our thanks to all those who have accompanied us on this path, namely to our customers, for the confidence shown, to our partners (suppliers and consultants), for the support they have given us and, finally, to our employees, who have always known how to exceed themselves in providing an increasing quality service to customers.

Finally, we would like to express our thanks to our Certified Accountant and also to our Statutory Auditors, for their support, professionalism and rigor that they have given us in the services provided in this year of marked demand.

The Management team,

José Leandro Amaro da Veiga

Telmo Pacheco dos Santos



2. Activity in 2018

During 2018, customer data protection procedures were reviewed, ensuring that the requirements of the GDPR, which came into force in May, were met, but also ensuring that the IT platform was improved in order to increase the company's security.

In addition, higher standards of security and data encryption, should facilitate euPago to provide card-based payment means through internal solutions.

During the last year, a new accounting software was also implemented at euPago.

Although this process was very demanding, since it was implemented during an economic year already underway, and involved the hiring of two new employees for the financial department, one of whom for a position with a high level of responsibility, the organizational change had the effect of segregating the activity of the compliance officer, so that he would fully dedicate himself to better data protection practices.

In the payment sector, euPago continues to be characterised by a young, dynamic and motivated team with a technological profile, which allows us to be at the forefront of the evolution that operates in the payment sector.

During 2018, Decree-Law No. 91/2018 revised the Legal Framework for Payment Services and Electronic Currency (RJSPME, the Portuguese acronym for *Regime Jurídico dos Serviços de Pagamento e da Moeda Eletrónica*), which initially dated from 2009, transposing Directive (EU) 2015/2366 of the European Parliament and the Council (PSD2) into the Portuguese legislative framework, creating two new types of payment services and imposing a set of more demanding security requirements, which must be observed in the execution of payment transactions and protection of sensitive payment data, as well as in the "strong" authentication of customers through IT processes involving two factors of a different nature.

This process implied an update of euPago's special registration in the Bank of Portugal as a payment institution, in order to prove the company's adaptation to the new requirements imposed by PSD2, which was concluded in December 2018.

3. Economic and Financial analysis

We would like to highlight that the amount of cash and deposits in other institutions is € 2,340,432.89.

Regarding liabilities, client's resources reflect the increase of the company's activity with an amount of € 2,236,090.16.

The company ended the year with a net profit for the year of € 301,392.30 (three hundred and one thousand and three hundred and ninety-two euros and thirty cents).

4. Investments

The year of 2018 was marked by the purchase of a new space for the company's facilities which is, nowadays, in construction work. This new office pretends to fulfill the company's needs and to develop new talents.

The focus of this investment was also the increase of IT infrastructure's quality as well as its performance and to ensure its "high availability". With this improvement euPago intends to be prepared for the increase of transactions volume that the company expects. At the same time, euPago looks for guarantee the security of data in the intermediation of payment's platform ensuring the high quality of the service.

5. Predictable evolution

For 2019, the company expects to continue a sustained growth and create new services, allowing the consolidation of the activity.

The market opportunities created by DPS2 will be used by the development of new payment concepts, which will be presented during the 2nd semester of 2019.

6. Proposal for the results' application

Regarding the application of results, which are positive in the amount of € 301.392,30, it is proposed to allocate them as follows:

- Legal Reserves: the amount of € 15,069.62;
- Other Reserves: the amount of € 196,322.68;
- Dividends: the amount of € 90,000.00€.

7. Debts to the State Public Sector

There are no outstanding debts to the state and other public entities.

8. Major events after the end of the year

At the time of the creation of this annual report, the Company is not aware of supervening facts able to change its content.

The company is not aware of any legal action which is involved in.

The authorizations' requests to enable euPago to provide "Payment initiation services" and "Account information services", were received in the Bank of Portugal during the 1st quarter of 2019.

9. Final considerations

The company does not have branches.

During 2018, the company did not acquire or dispose of its own shares.

Porto, April 29, 2019

The Management team,

José Leandro Amaro da Veiga

Telmo Pacheco dos Santos

NOTES TO FINANCIAL STATEMENTS PERIOD 2018

1 - ENTITY

Name

EUPAGO – INSTITUIÇÃO DE PAGAMENTO, LDA.

Headquarters

RUA DO PARAÍSO, NO. 258
4000 - 376 PORTO

VAT number

513212744

Activity

At the time of euPago's establishment, the purpose was, to provide payment services for the pursuit of the following activities:

- a) Execution of payment transactions provided in Article 4, paragraph g) of Legal Framework of Payment Institutions and Payment Services: execution of payment transactions in which payer's consent to the execution of the transaction is communicated through any telecommunications, digital or computer devices and payment is made to the operator of the network or telecommunications or informatic systems, acting exclusively as an intermediary between the payment service user and the provider of the goods and services;
- b) Provision of operational and ancillary services closely linked to the payment services which represents their corporate purpose, in particular the provision of payment information systems, data storage, storage and processing services.

By resolution taken by the shareholders on 28th December 2017, amended at the general meeting held on 28th February 2018, its corporate purpose also allowed the execution of the operations provided in paragraphs c), e) and f) of Article 4 of Legal Framework of Payment Institutions and Payment Services, in addition to the existing paragraph g).

The Financial Statements only cover the individual entity and refer to 31st December 2018. The currency displayed is the Euro.

2 - Accounting reference for preparation of financial statements

Until 31st December 2016, euPago's individual financial statements were prepared and presented in accordance with the Adjusted Accounting Standards (AAS), as imposed by Bank of Portugal Notice No. 1/2005.

With the publication of Bank of Portugal Notice no. 5/2015, the entities subject of the supervision of Bank of Portugal were obliged to draw up their financial statements on individual basis according to IFRS, as adopted by European Union Regulation, more specifically, Regulation (EC) no. 1606/2002 of the European Parliament and of the Council of 19th July, according to the changes introduced after its publication.

IFRS comprise accounting standards issued by the *International Accounting Standards Board (IASB)* as well as interpretations issued by the International Financial Reporting Interpretation Committee (*IFRIC*) and its predecessor bodies.

Although Notice no. 5/2015 took effect from 1st January 2016, the Payment Institutions benefited, during the year of 2016, from the transitional regime provided for Article 3 of that Notice, so that in these entities the adoption of IFRS only took place on 1st January 2017.

euPago's financial statements were prepared according to IFRS and under the historical cost convention, except for assets and liabilities recorded at fair value.

It should be noted that the preparation of the financial statements according to IFRS requires judgments and estimates and use assumptions that affect the application of accounting policies and the amounts of income, costs, assets and liabilities. Changes in such assumptions or differences compared to reality may have an impact on current estimates and judgments.

euPago first adopted IFRS 9 on 1st January 2018, not restating the comparatives, but showing, in 2018 the financial assets at fair value through results.

3 - ACCOUNTING POLICIES

Measurement bases used in the preparation of financial statements:

CASH AND DEPOSITS IN OTHER CREDIT INSTITUTIONS

The amounts included in the heading "Cash and deposits in other credit institutions" refers to the amounts in demand and term deposits, in the following banks: Millennium BCP, Santander Totta, Caixa Crédito Agrícola, Novo Banco and Banco Português de Investimento used exclusively for transactions related to the activity of payment services.

OTHER FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS

Financial investments, which are measured at fair value through profit and loss, are initially recognized at fair value. Profits and losses at fair value are recognized in the company's results.

TANGIBLE AND INTANGIBLE ASSETS

Tangible and intangible assets are stated at acquisition cost less accumulated depreciation and impairment losses.

Depreciation is calculated on straight-line basis after the date that the goods are available for use, on a duodecimal basis according to the estimated useful life period for each group of goods referred on the Decree - Law no. 25/2009 of 14th September, which establishes the depreciation/amortization rates accepted for tax purposes.

If there is any indication that there has been a significant change in the useful life or residual amount of an asset, the depreciation of that asset prospectively is reviewed to reflect the new expectations.

OTHER ASSETS

The other assets include receivables, which are measured at amortized cost less any impairment loss. At the end of each reporting period, accounts receivable are analyzed in order to assess if there is any evidence that they are not recoverable. If so, the loss of impairment is immediately recognized.

FINANCIAL LIABILITIES

Financial liabilities, essentially client resources, are initially recognized at fair value, which corresponds to the net consideration received of transaction costs and are subsequently valued at amortized cost.

INCOME TAXES

Income tax expense for the period represents the sum of current tax and deferred tax.

Current income tax is calculated on the basis of the entity's EBIT according to the tax rules in force, while deferred tax results from temporary differences between the amount of assets and liabilities for accounting reporting purposes (carrying amount) and their amounts for tax purposes (tax base).

Revenue

Revenue is measured at the fair value of the consideration received or receivable.

The turnover is excluding taxes, discounts and other costs inherent in their implementation.

EMPLOYEES' BENEFITS

Employees' benefits include wages, food allowance, and Christmas and Holidays subsidies.

The obligations arising from the short-term benefits are recognized as expenses in the period in which services are provided, in return for the recognition of a liability that is extinguished with the respective payment.

According to labor legislation, the employees right to holidays and holidays subsidy of the period, which coincides with the calendar year, overdue on 31 December of each year, being paid only during the following period, so that the corresponding expenses are recognized as short-term benefits.

ACCRUAL AND DEFERRED ACCOUNTING PRINCIPLE

Transactions are accountingly recognised when they are generated, regardless the payment or receivable moment, according to the accounting principle of the financial year specialisation.

KEY ASSUMPTIONS FOR THE FUTURE

The attached financial statements were prepared in a continuous basis from the accounting records.

4 - CASH AND DEPOSITS IN OTHER CREDIT INSTITUTIONS

"Cash and deposits in credit institutions" at 31st December 2018 and 31st December 2017 are presented as:

Headings	31.12.2018	31.12.2017
Demand deposits	2,340,432.89	770,721.21
Term deposits	0.00	80,000.00
Total bank deposits	<u>2,340,432.89</u>	<u>850,721.21</u>



5 - OTHER FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS

Other financial assets at fair value through profit and loss" at 31st December 2018 and 31st December 2017 are presented as:

Headings	31-12-2018	31-12-2017
Other staff costs	1,348.78	
Investment funds	65,487.93	
Other financial assets	66,836.71	

6 - OTHER TANGIBLE ASSETS:

Other tangible assets at 31st December 2018 and 31st December 2017 are presented as:

Headings	31-12-2017	Additions/Reinforcement	31-12-2018
Tangible assets			
Land and natural resources	0.00	87,138.90	87,138.90
Buildings and other constructions	3,612.94	7,366.86	10,979.80
Basic equipment	0.00	4,134.17	4,134.17
Transport Equipment	0.00	41,504.06	41,504.06
Office equipment	4,643.71	3,880.59	8,524.30
Other tangible fixed assets	102.44	855.00	957.44
Gross tangible assets	8,359.09	144,879.58	153,238.67
Depreciation of the period	3,807.22	8,870.44	12,677.86
Accumulated depreciation	3,807.22	8,870.44	12,677.86
Net tangible assets	4,551.87		140,561.01

Headings	31-12-2016	Additions/Reinforcement	31-12-2017
Tangible assets			
Buildings and other constructions	0.00	3,612.94	3,612.94
Office equipment	1,747.61	2,896.10	4,643.71
Other tangible assets	0.00	102.44	102.44
Gross tangible assets	1,747.61	6,611.48	8,359.09
Depreciation of the period	1,747.61	2,059.61	3,807.22
Accumulated depreciation	1,747.61	2,059.61	3,807.22
Net tangible assets	0.00		4,551.87



7 - INTANGIBLE ASSETS

“Intangible assets” at 31st December 2018 and 31st December 2017 are presented as:

Headings	31-12-2017	Additions/Reinforcement	31-12-2018
Intangible Assets			
Development projects	15,416.00	0.00	15,416.00
Software	4,066.60	7,787.95	11,854.55
Gross Intangible Assets	19,482.60	7,787.95	27,270.55
Amortizations of the period	7,493.30	8,482.45	15,975.75
Impairment losses			
Accumulated amortizations	7,493.30	8,482.45	15,975.75
Net Intangible Assets	11,989.30		11,294.80

Headings	31-12-2016	Additions/Reinforcement	31-12-2017
Intangible Assets			
Development projects	15,416.00	0.00	15,416.00
Software	0.00	4,066.60	4,066.60
Gross Intangible Assets	15,416.00	4,066.60	19,482.60
Amortizations of the period	1,631.38	5,861.92	7,493.30
Impairment losses			
Accumulated amortizations	1,631.38	5,861.92	7,493.30
Net Intangible Assets	13,784.62		11,989.30

8 - ONGOING INVESTMENTS

“Ongoing investments” related to a fraction acquired in 2018, which is ongoing work:

Headings	31-12-2017	Additions/Reinforcement	31-12-2018
Ongoing investments			
Buildings and other constructions	0.00	261,416.70	261,416.70
Gross ongoing investments	0.00	261,416.70	261,416.70

9 - OTHER ASSETS

“Other assets” at 31st December 2018 and 31st December 2017 are presented as:

Headings	31-12-2018	31-12-2017
Customers	5,991.49	9,828.94
Doubtful customers	338.25	0.00
Impairment of receivables	-338.25	
Suppliers	4,978.38	228.77
VAT to be recovered	142,694.29	31,887.70
Shareholders	375.20	35,000.00
Accruals of debtors	3,252.45	225.26
Other debtors	22,171.20	51.39
Losses to be recognized	2,822.99	1,104.37
Other staff costs	0.00	915.28
Investment funds	0.00	225,444.95
Other assets	182,286.00	304,686.66

10 - CUSTOMER RESOURCES AND OTHER LOANS

"Customer resources and other loans" is related to amounts received in specific demand deposit accounts for transactions associated with payment services from customers of EUPAGO client entities, which are transferred daily to the respective entities.

Headings	31-12-2018	31-12-2017
Customer Resources and Other Loans	2,236,090.16	714,363.63

11 - CURRENT TAX LIABILITIES

“Current tax liabilities” at 31st December 2018 and 31st December 2017 are presented as:

Headings	31-12-2018	31-12-2017
State and other public entities		
Income tax – payable tax	29,884.72	60,340.29
Current tax liabilities	29,884.72	60,340.29



12 - OTHER LIABILITIES

“Other liabilities” at 31st December 2018 and 31st December 2017 are presented as:

Headings	31-12-2018	31-12-2017
Suppliers	100,473.71	1,131.97
Employees	0.00	6,774.50
State		
IRS - Dependent Work	1,361.00	1,106.00
IRS - Independent Work	0.00	160.04
IRS – Rents	95.00	190.00
VAT	0.00	419.35
Social Security	4,046.24	4,586.71
Other taxation	1,672.62	48.83
Repayment from borrowings	0.00	0.50
Creditors for accruals	40,138.88	15,667.22
Income to be recognized	0.00	1,375.54
Other	0.00	25.50
Other liabilities	147,787.45	31,486.16

13 - EQUITY INSTRUMENTS

“Equity instruments” at 31st December 2018 and 31st December 2017:

Issued Capital	31-12-2018	31-12-2017
Initial balance	125,000.00	90,000.00
Entries in cash (capital increase)	0.00	35,000.00
Final balance	125,000.00	125,000.00

14 - RESERVES, RETAINED EARNINGS AND NET INCOME

“Reserves, retained earnings and net income” at 31st December 2018 and 31st December 2017 are presented:

Headings	31-12-2018	31-12-2017
Reserves	162,713.48	0.00
Retained earnings	0.00	-13,510.69
Net Income of the Year	301,392.30	254,269.65



By deliberations of the General Meeting, held on 28th March 2018, the net income for the year 2017 was applied to cover the previous losses recorded in retained earnings (€ 13,510.69), in the constitution of legal and statutory reserves (€ 12,713.48) and other reserves (€ 150,000), The amount of € 78,045.48 was for the payment of dividends.

15 - REVENUE

Revenue at 2018 and 2017 are presented as:

Headings	2018	2017
Services provided		
Commissions and other income	2,101,215.36	975,138.40
Interest, dividends and other similar income		
Interest and similar income	678.23	395.47
Total	2,101,893.59	975,533.87

16 - CHARGES FOR SERVICES AND COMMISSIONS

The charges incurred with services and commissions in 2018 and 2017 were:

Headings	2018	2017
Charges for Services and Commissions	1,109,035.66	483,449.16

17 - NET RESULTS FROM FINANTIAL OPERATIONS AT FAIR VALUE

Profit and losses of fair value in 2018 and 2017 were:

Headings	2018	2017
Gains from fair value increases		
In financial investments	0.00	1,586.86
Sub, Total	0.00	1,586.86
Losses from fair value reductions		
In financial investments	2,094.90	641.91
Sub, Total	2,094.90	641.91
Total	2,094.90	944.95

18- IMPAIRMENTS OF RECEIVABLES

“Impairments of receivables” in 2018 and 2017 were:

Headings	2018	2017
Impairment losses		
Impairment of receivables	338.25	0.00
Total	338.25	0.00

19 - OTHER OPERATING INCOME / (LOSSES)

“Other operating income / (losses)” recorded in 2018 and 2017 were:

Headings	2018	2017
Income		
Operating subsidies	5,677.98	2,947.19
Prepaid payment discounts	27.11	0.09
Financial gains and earnings	889.14	0.00
Non-financial investment gains and earnings	11.44	0.00
Accuracies related to previous periods	0.00	0.99
Overestimated taxes	387.28	0.00
Other	136,910.86	0.00
Sub, Total	143,903.81	2,948.27
Losses		
Taxes	5,832.54	170.97
Prepaid payment discounts	13.30	0.00
Financial investments expenses and losses	8,598.89	0.00
Accuracies related to previous periods	0.00	121.00
Levies	420.86	180.00
Fines	6,410.27	0.00
Underestimated taxes	0.00	0.12
Other financing expenses and losses	5.07	140.73
Exchange losses	2.11	0.00
Other expenses and losses financing	823.12	0.00
Sub, Total	22,106.16	612.82
Total	121,797.65	2,335.45



20 - PERSONNEL COSTS

The “personnel costs” are presented as:

Staff costs	2018	2017
Shareholders’ salaries	4,727.28	8,405.90
Employees’ salaries	95,428.59	84,565.25
Salaries’ charges	21,796.27	18,730.59
Labour insurance and others	2,220.52	1,635.14
Social action’s expenditures	0.00	645.00
Other personnel costs	3,350.42	1,528.48
Total	127,523.08	115,510.36

21 - ADMINISTRATIVE EXPENSES

“Administrative expenses” incurred in 2018 and 2017 are presented as:

Headings	2018	2017
Specialized work	510,540.72	17,816.72
Advertising	23,106.43	23,219.15
Contractors	1,200.00	1,021.89
Conservation and repairment	5,119.89	0.00
Tools	576.52	629.23
Books and technical documentation	181.30	0.00
Office supplies	3,390.72	1,328.21
Gift items	9,000.00	0.00
Energy	26.50	64.50
Travel and travelling accommodation	6,194.51	5,897.43
Rents	4,967.70	3,180.00
Communication	9,173.80	1,507.42
Insurance	1,010.68	0.00
Litigation and notary	1,355.19	356.25
Hygiene and comfort	24.80	0.00
Other services	2,548.59	150.27
Total	578,417.35	55,171.07

The amount in "Specialised work" includes the total fees invoiced during the financial year by the audit firm for the statutory review of the annual accounts (€ 3,750).



22 - INCOME TAXES

The reconciliation between the nominal rate and the effective tax rate at 31st December 2018 and 31st December 2017 can be demonstrated as follows:

Headings	2018	2017
Net income / (loss) before income tax	388,266.41	316,527.64
Accruals/Deductions	(4,340.16)	(14,545.91)
Taxable profit	383,926.25	301,981.73
Loss report	0.00	(24,362.13)
Tax base	383,926.25	277,619.60
Tax rate	20.84%	20.78%
Collection	80,024.51	57,700.12
Local tax	5,758.89	4,529.73
Specific taxation	1,090.71	28.14
Income tax	86,874.11	62,257.99
Effective tax rate	22.37%	19.67%

23 - OTHER INFORMATION

Pursuant to Decree-Law no, 534/80 of 7th November, the management team informs that the company does not have outstanding debts to the state and other public entities.

According to the Article 210 of the Social Security Code, the management team informs that the company's situation under Social security is regularized.

24- EVENTS AFTER THE BALANCE SHEET DATE

At the time of the balance sheet, there was no knowledge of events that could affect the value of assets and liabilities demonstrated in the financial statements of the period.

Porto, 29th April 2019

The Certified Accountant Management

Individual balance sheet 31-12-2018

In Euros (€)

	Notes	31/12/2018			31/12/2017
		Assets before provisions impairments and amortization	Provisions impairments amortization	Net Assets	Net Assets
ASSETS					
Cash and Bank Balances	4	2,340,432.89	0.00	2,340,432.89	850,721.21
Financial assets at fair value through profit or loss	5	66,836.71		66,836.71	0.00
Property, plant and equipment	6/8	414,655.37	12,677.66	401,977.71	4,551.87
Intangible Assets	7	27,270.55	15,975.75	11,294.8	11,989.3
Current tax assets		0.00	0.00	0.00	0.00
Other assets	9/18	182,624.25	338.25	182,286.00	304,686.66
TOTAL ASSETS		3,031,819.77	28,991.66	3,002,828.11	1,171,949.04
LIABILITIES AND EQUITY					
LIABILITIES					
Resources from customers			10	2,236,090.16	714,363.63
Current tax liabilities			11	29,844.72	60,340.29
Other liabilities			12	147,787.45	31,486.16
TOTAL LIABILITIES				2,413,722.33	806,190.08
EQUITY					
Issued capital			13	125,000.00	125,000.00
Reserves and retained earnings			14	162,713.48	(13,510.69)
Net income for the period			14	301,392.3	254,269.65
TOTAL EQUITY				589,105.78	365,758.96
TOTAL LIABILITIES AND EQUITY				3,002,828.11	1,171,949.04



Profit and Loss Statement

For the period ended 31-12-2018

In Euros (€)

	Notes	-	
		2018	2017
Interest and similar income	15	678.23	395.47
Interest expense and similar charges		662.70	234.51
Net Interest income		15.53	160.96
Commissions and other income	15	2,101,215.36	975,138.4
Commissions and other cost	16	1,109,035.66	483,449.16
Net gains/(losses) from financial operations at fair value through profit or loss	17	(2,094.90)	944.95
Other operating income/ (losses)	19	121,797.65	2,335.45
Total operating income		1,111,897.98	495,130.60
Personnel Costs	20	127,523.08	115,510.36
Administrative costs	21	578,417.35	55,171.07
Amortisations and depreciations	6 e 7	17,352.89	7,921.53
Impairment of receivables (losses/gains)	18	338.25	
Earnings before taxes (EBT)		388,266.41	316,527.64
Income Tax	22	86,874.11	62,257.99
Net income/ (loss) for the period		301,392.30	254,269.65



STATEMENT OF CASH FLOWS

For the period ended 31-12-2018

In Euros (€)

RUBRICS	NOTES	PERIOD	
		ANO 2018	ANO 2017
<u>CASH FLOWS ARISING FROM OPERATING ACTIVITIES</u>			
Receipts from customers		2,101,947.96	970,459.94
Payments to suppliers		1,601,817.72	677,354.79
Payments to employees		129,863.89	96,699.16
	CASH FLOWS	370,266.35	196,405.99
Income taxes (paid)/received		(116,982.40)	(1,140.92)
Other payments/receipts		1,544,796.60	684,425.71
	Net Cash for operating activities (1)	1,798,080.55	879,690.78
<u>CASH FLOWS ARISING FROM INVESTING ACTIVITIES</u>			
Payments to:			
Property, plant and equipment		406,296.28	6,611.48
Intangible assets		7,787.95	4,066.60
Financial investments		0.00	224,986.50
Other assets		0.00	35,000.00
Receivables from:			
Financial investments		149,718.87	
Other assets		34,624.80	
Interests and other similar costs		903.49	413.96
	Net Cash for investing activities (2)	(228,837.07)	(270,250.62)
<u>CASH FLOWS ARISING FROM FINANCING ACTIVITIES</u>			
Receivables from:			
Financial investments		0.00	0.50
Realization of capital and other equity instruments		0.00	35,000.00
Payments to:			
Repayment from borrowings		0.50	
Interests and other similar costs		1,485.82	375.24
Dividends		78,045.48	
	Net Cash for Financing Activities (3)	(79,531.80)	34,625.26
Net increase in cash and cash equivalents (1+2+3)		1,489,711.68	644,065.42
Effect of exchange rate differences		0.00	0.00
Cash and equivalents at the beginning of the period	4	850,721.21	206,655.79
Cash and equivalents at the end of the period	4	2,340,432.89	850,721.21



Statement of changes in Equity

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD 2017

DESCRIPTION	Notes	Issued Capital	Legal and statutory	Other	Retained	Net income for the period	Total equity
POSITION AT THE BEGINNING OF THE PERIOD 2017	1	90,000.00			(13,510.69)	0.00	76,489.31
Results' application					0.00	0.00	0.00
	2	0.00			0.00	0.00	0.00
NET INCOME FOR THE PERIOD	3					254,269.65	254,269.65
	4=2+3					254,269.65	254,269.65
DIVIDENDS	13	35,000.00					35,000.00
	5	35,000.00			0.00	0.00	35,000.00
POSITION ATE THE END OF THE PERIOD 2017	6=1+2+3+5	125,000.00			(13,510.69)	254,269.65	365,758.96

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD 2018

DESCRIPTION	Notes	Issued Capital	Legal and statutory	Other	Retained	Net income for the period	Total equity
POSITION AT THE BEGINNING OF THE PERIOD 2018	6	125,000.00			240,758.96		365,758.96
Results' application					0.00	0.00	0.00
	14		12,713.48	150,000.00	(162,713.48)		0.00
	7	0.00	12,713.48	150,000.00	(162,713.48)	0.00	0.00
NET INCOME FOR THE PERIOD	8					301,392.30	301,392.30
	9=7+8					301,392.30	301,392.30
DIVIDENDS	14	0.00			(78,045.48)		(78,045.48)
	10	0.00			(78,045.48)		(78,045.48)
POSITION ATE THE END OF THE PERIOD 2018	6+7+8+10	125,000.00	12,713.48	150,000.00	0.00	301,392.30	589,105.78

Porto, 29 de Abril de 2019

