

***Progress Report***  
***June 2015***  
***- Consolidated Accounts -***

## Corporate Bodies

### Board of the General Assembly

José Lourenço Abreu Teixeira – Chairman  
Manuel Fernando Monteiro da Silva – Deputy Chairman  
Jorge Manuel Coutinho Franco da Quinta – 1st Secretary  
Maria Olívia Almeida Madureira – 2nd Secretary

### Board of Directors

José Reis da Silva Ramos – Chairman  
Maria Angelina Martins Caetano Ramos – Member  
Salvador Acácio Martins Caetano – Member  
Miguel Pedro Caetano Ramos – Member  
Takeshi Numa – Member  
Rui Manuel Machado de Noronha Mendes – Member  
Yoichi Sato – Alternate

### Supervisory Board

José Domingos da Silva Fernandes - Chairman  
Alberto Luis Lema Mandim – Member  
Filip Rachel K Soenen – Member  
Maria Lívia Fernandes Alves – Alternate  
Takao Gonno - Alternate

### Statutory Auditor

José Pereira Alves, Ph.D, or José Miguel Dantas Maio Marques, Ph.D,  
representing Pricewaterhouse Coopers & Associados - Sociedade de  
Revisores Oficiais de Contas, Lda. [Statutory Auditors Firm]  
António Joaquim Brochado Correia - Alternate Member

## REPORT

### INTRODUCTION

The following progress report has been prepared in accordance with Article 246(1) (b) of the Portuguese Securities Code. For each of the member Companies within the consolidation scope of Toyota Caetano Portugal, it contains all the main events during the period under analysis, as well as their impact upon the financial statements.

At the same time, the main expectations for the 2nd half of the current year are also presented, albeit in a summary way.

### TOYOTA CAETANO PORTUGAL, S.A.

### INDUSTRIAL ACTIVITY

#### OVAR PLANT

The main landmark in the first semester was the end of production of the Dyna model, and the preparations for starting the production of the Land Cruiser series 70 (LC70). During the months of January and February, the last 348 Dynas were produced for the domestic market, totalling 105,168 units produced since 1971.

In June, after an interruption for preparing the production lines, the first 23 LC70 units were manufactured, bound for South Africa. Later that month, the Quality Shipping Confirmation Meeting (SQCM) for the LC70s being manufactured at this production unit was held.

The forecast is that by the end of the year 1,250 units of this model will be manufactured exclusively for exporting.

## Toyota Caetano Portugal, S.A.

The serial production of the LC70s represents the materialization of a project that will make this plant profitable, while keeping and even increasing the existing jobs. With the know-how acquired in 45 years of automotive assembly, and the traditional dedication of all employees involved in this project, we believe that this will be just another step to further extend Toyota's involvement in this country.

In the PPO/PDI activity (Transformed /Prepared Physical Units), there was a 78% increase over the same period last year.

| Production               | 2015 (jan-Jun) | 2014  | 2013  | 2012  |
|--------------------------|----------------|-------|-------|-------|
| Toyota Physical Units    | 371            | 1.664 | 1.111 | 1.381 |
| Converted Physical Units | 2.223          | 3.271 | 2.339 | 2.174 |
| Total Employees          | 206            | 170   | 181   | 190   |

## COMMERCIAL ACTIVITY

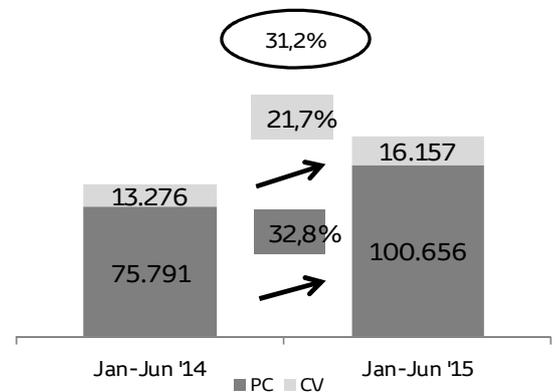
### VEHICLES

#### TOTAL MARKET

##### 1. TOTAL AUTOMOTIVE MARKET

The 1st half of 2015 showed strong recovery, with the total market going up by 31%, to a total of 116,813 units.

Such recovery is based on the positive development of both passenger cars and commercial vehicles, which have increased by 32.8% and 21.7%, respectively.



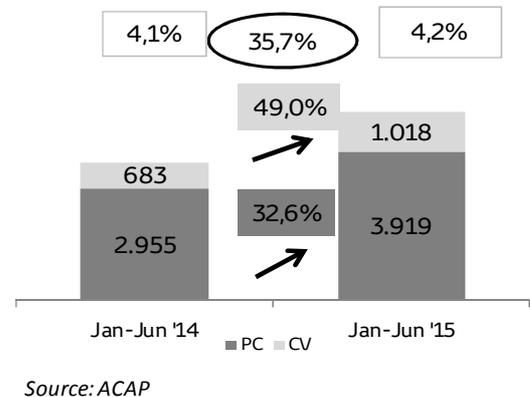
Source: ACAP

## TOYOTA

In the first half of the year, Toyota achieved total sales of 4,937 units, translating into a 35.7% increase, compared to the same period last year.

This results in a total market share of 4.2% in the first half of the year.

The brand's good performance in the first half can be explained by the following factors:



- In **Light Passenger Cars**, Toyota grew by approximately 33%, with a market share of 3.9% (same as in 2014).

Which performance is based on the growth of the Aygo and Yaris models, which were renewed in the 2nd half of 2014, as well as due to the increased sales of hybrid vehicles.

- As far as **Commercial Vehicles** are concerned, Toyota shows a quite strong growth of 49%, with a market share of 6.3% (+1.2 percentage points compared to 2014).

Such recovery is due to the good performance of Hilux and Dyna, which remained atop the sales rankings for the Pickup and Chassis Cab segment, respectively.

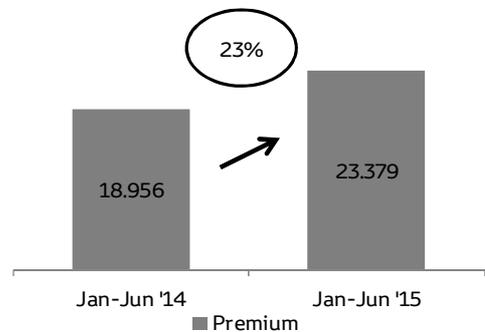
For the second half of the year, the outlook is quite favorable, namely with the expected good performance of hybrid vehicles and of the aforementioned models - Aygo, Yaris, Hilux and Dyna -, as well as with the expected increased sales of Auris and Avensis, which were the object of strong product renewals.

## Premium Market

The evolution of the premium market in the 1st half of 2015 was also quite positive. This market segment grew by 23%, which was, however, lower than in the total passenger market.

This reality implies a slight reduction of the premium market share in the total passenger market, which achieved to 23.3%.

The premium market keeps growing, underpinned by an increasingly extensive product offer, and by the strong commercial aggressiveness of leading premium brands.

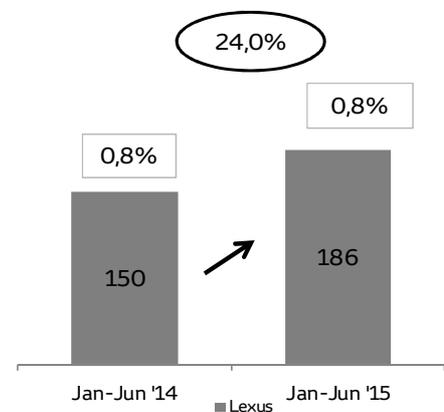


Source: ACAP

## LEXUS

Lexus grew by 24% over the previous year, in line with the market. As a result, its market share in the premium segment remained at 0.8%

For the 2nd half of the year, the forecast for the brand's sales is that they keep up with their favourable progress, following the release of the special series of CT200h and IS300h models, as well as the new generation of the top RX450h SUV model.



Source: ACAP

## INDUSTRIAL MACHINES

### Toyota Industrial Equipment

|       | Market       |      |           | TOYOTA + BT Sales |       |             |       |           |
|-------|--------------|------|-----------|-------------------|-------|-------------|-------|-----------|
|       | 1st semester |      | Variation | 1st. Sem.'14      |       | 1st Sem.'15 |       | Variation |
|       | '14          | '15  | %         | Qtd .             | Quota | Qtd .       | Quota | %         |
| CB    | 505          | 544  | 7,7%      | 165               | 32,7% | 166         | 30,5% | 0,6%      |
| WH    | 627          | 1036 | 65,2%     | 150               | 23,9% | 648         | 62,5% | 332,0%    |
| TOTAL | 1132         | 1580 | 39,6%     | 315               | 27,8% | 814         | 51,5% | 158,4%    |

Source : ACAP

### Market

The 1st half of 2015 confirms the recovery of the upturn in economic growth, which had started to be experienced last year, although timidly.

Overall, the domestic market for cargo handling machines (CHM) grew by 39.6%, compared to the same period in 2014.

This change was embodied by the growth of the counterbalance forklifts segment by 7.7% and of warehouse equipment by 65.2%, respectively. It is noteworthy that this increase in warehouse equipment is strongly influenced by a BT Business of 349 units.

### Toyota + BT Sales

Overall, Toyota / BT sales grew by 158.4%, much more than the market, and thus Toyota + BT kept and actually enhanced its leadership position with its 51.5% market share.

This was mainly due to the materialization of a large fleet business in the Warehouse Equipment segment that significantly influenced both the market as well as BT sales.

## Toyota Caetano Portugal, S.A.

With regards to BT Warehouse Equipment, the sales volume rose over fourfold (648 units versus 150 in the same period in 2014), thus bringing our cumulative share in June to 62.5%.

Regarding the Toyota Counterbalanced Forklifts, in the first six months of the year, 166 units were sold, representing sales growth of 0.6%, and a cumulative share of 30.5%, indicating some stability in this segment, where Toyota has remained the leader for some years already.

### AFTER-SALES

| Product                             | Sales              |                    | Thousand Euros  |
|-------------------------------------|--------------------|--------------------|-----------------|
|                                     | 1st Half-year 2014 | 1st Half-year 2015 | Var % 2015/2014 |
| Parts/Accessories/Merchandising     | 16.184             | 18.024             | 11,40%          |
| Extracare/Total Assistance Services | 329                | 736                | 123,80%         |
| Total                               | 16.513             | 18.760             | 13,60%          |

In the first half of 2015, the Toyota After-Sales Division sold a total of 18 million euros, in parts, accessories and merchandising. This corresponds to an increase of 11.4% over the first half of 2014. The budget set for the semester was exceeded by 19.9 pp. However this growth is closely related to the sale of parts for technical campaigns in force this year.

In face of the much required full transparency with Customers / Their constant follow-up and support, the brand has led several Technical Campaigns towards preventing / repairing any and all anomalies.

Regarding the turnover of Extracare Services (Extension of Guarantees), and Total Assistance (Roadside Assistance), there was an increase of 123.8% over the first half of 2014.

Toyota's Official Assistance network is the main customer of the After-Sales Division. In the 1st half of this year, 94.3% of overall turnover, equivalent to 16.9 million euros, was intended just for this customer. This represents a 15.6% increase, compared to the figures in the same period of 2014.

This year, as a result of the ongoing technical campaigns, parts worth 2.4 million euros were sold. In the same period of 2014, the sales for technical campaigns totalled 737,000 euros.

## Toyota Caetano Portugal, S.A.

Despite the recovery in sales of vehicles during this first half of the year, we keep feeling the influence in After-Sales business of the shrinking and ageing of the units in operation, and of the lower average mileage of vehicles.

Thus, TCAP remained committed to promoting programs that contribute towards the recovery and development of the brand's After Sales, with a special emphasis on customer retention for the Toyota workshop in order to counteract the effects of the sharp drop in the UIO's, strongly shaken by the crisis during the last few years

Thus, we highlight some of the projects implemented:

- The offer of the 3 year/45,00Km servicing contract with the purchase of the Auris, Verso and new-generation Corolla models was maintained during the current year. The Maintenance Contracts that ensure the visit of Toyota vehicles to the workshops network are currently the main customer retention tool.
- Launching of Complete Maintenance Contracts for new Toyota customers. These contracts, resulting from a partnership between TCAP and FINLOG, fully cover all vehicle needs, namely Scheduled Maintenance, Preventive Maintenance and Corrective Maintenance.
- Extension of the offer to customers with cars over five years old, with the release of the 5+ Service (for vehicles above 5 years old), with special prices on oil and filter change, and replacement of brakes and clutches.
- Launching of the accessories program for 2015 (Extra Incentive), aimed at boosting this business with Toyota customers.
- Enhancing the dynamics of the network, as regards proactive contacts for customers (Maintenance, ITV).
- Training of technical staff and certification of the network of Toyota workshops, as hybrid specialists.
- Updating of the notification postcards, with the creation of a new segment. This new segment is aimed at customers with Toyota vehicles more than five years old, which have not performed their scheduled maintenance for more than three years. The aim of the new card format is to invite them to conduct a pre-inspection, while simultaneously replacing the oil and filter under the Toyota 5+ Service.
- Dissemination and training of the Active Reception Process by the network of Toyota dealers. This is a new way of working the relationship with Toyota Customers, through support and follow-up from the time of service scheduling, to reception when the car arrives, up to commercial follow-up after delivery. The aim is to optimize business opportunities through personalized and humanized customer care in which the Service Advisor seeks to sell the right product / service, to the right Customer, at the right time, and thus gain their trust and recommendation.

## Toyota Caetano Portugal, S.A.

- Boosting Toyota Support 24. This free claims management service is available to all Toyota customers, and aims at ensuring that Toyota vehicles are directed to the Toyota network in case of accident. Personalized Friendly Reports (FRs) were distributed with the Support 24 sticker, to work as effective and visible "reminders" in case of accident.
- Extension of Maintenance Contracts for the new-generation Auris and Avensis.
- Continuous monitoring of an incentive to the sale of "business opportunity" products.
- Continuous promotion of tyre deals, as part of specific campaigns for the different brands.

### **CAETANO AUTO, S.A.**

While keeping the trend recorded in the last half of 2014, the year 2015 began with signs of strong activity improvement, following the growth of the automotive market in Portugal.

Thus, the turnover of Caetano Auto in the 1st half reached 93.5 million euros, against the 78 million of the previous year, thus recording a growth of about 20% (sales and after-sales operations).

By type of operation, new vehicles grew by 535 units over the same period last year by accumulating 2,447 units; used cars also raised 469 units, recording an accumulated amount of 2,613 units sold in June 2015.

In after-sales, the growth rate in the first half compared to the same period last year was over 10%, with turnover exceeding 30 million euros.

As far as expenses are concerned, and as a result of careful management, the previous levels of expenditures were kept, and the 6.9% increase recorded in staff costs, and external supplies and services, can be explained mainly by the variable part due to increased sales.

As for depreciations, and keeping the criteria of applying the maximum rates allowed for tax purposes, this item still represents more than 1 million euros per semester, significantly influencing pre-tax profit.

Given the above, Caetano Auto recorded a positive profit before taxes at the end of the 1st half of 2015, compared to the negative results achieved in the same period of 2014. The outlook for the 2nd half of the year points towards a continued positive evolution of operations, as the result of the "normalization" of the overall car market in this country.

## **CAETANO AUTO CABO VERDE, S.A.**

### **INTRODUCTION**

Activity indicators provided by the National Statistics Institute in Cape Verde point towards a slowdown of the economy's growth rate in the last few months, compared to the same period of 2014.

This slowdown in the national growth rate, according to the National Statistics Institute's analysis of the accounts, is the result of the lower Gross Value Added (GVA) in Agriculture, Trade, Real Estate and other services, as well as business and Public Administration services, and of the slowdown recorded mainly in construction activities.

### **COMMERCIAL ACTIVITY**

Compared to the same period in 2014, Caetano Auto, CV, S.A. sold 5 units less.

As far as the models sold go, there was a sales increase of Yaris, clearly a solid investment in this African market, and a slight drop in 4WD Models (Land Cruiser and RAV4).

In turn, the gross margin improved by 2 percentage points from 18% to 20% in the 1st semester of 2015.

As concerns After Sales, there was a 4.9% decrease in turnover. The economic difficulties the country has been going through cause customers to turn to private label parts, and to directing their claims to workshops that use such private label parts.

Some measures to combat the installed crisis in the country have already been taken, namely in terms of cost reduction, and new customer retention measures have been planned, thus trying to make the company profitable at appropriate levels, which has already been achieved in the past.

## **CAETANO RENTING, S.A.**

Unlike the past 3 analogous periods, there was an increase in turnover.

The amount of 1.6 M Euros was achieved, which represents an increase of 5,96% compared to the previous year.

## Toyota Caetano Portugal, S.A.

The fleet reached 1,441 units in the 1st half (+ 17.54% than in the same period last year), and has the following structure:

- Passenger vehicles: 1137 uts (78.90%)
- Industrial equipment: 304 uts (21.10%)

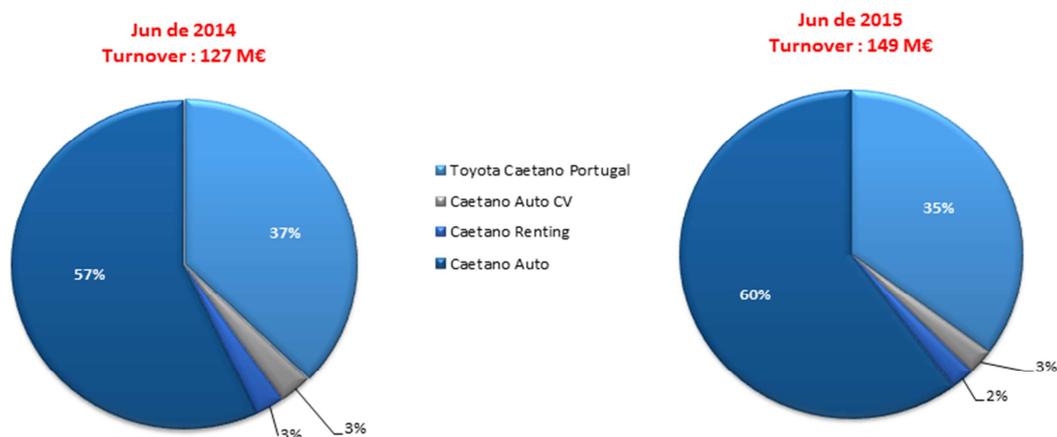
For the RAC segment, 250 units were acquired in June, whose impact on turnover will only be reflected in the following semester.

We have good prospects for the 2nd half, as the sale of about 465 RAC vehicles is expected, which give rise to significant Capital Gains, which will contribute positively to the bottom line of this company.

## FINANCIAL ACTIVITY

On the first half of 2015, the consolidation perimeter of Toyota Caetano Portugal Group remained unchanged against the end and the same period of 2014.

As the growth in the automotive sector has continued under the period under review, we note that Toyota brand registered a performance higher than the market, and it was thus possible to achieve a consolidated turnover of about 149 million Euros, representing a 17% gain compared to June 2014.



By pursuing a strategy of gains in market share, it was necessary to incur in some trade margin “sacrifices”. However, this margin combined with an appropriated control of structure costs, and despite the sub-activity costs incurred with the implementation of the project of off-road vehicles assembly for export, at the Ovar Plant, raised the consolidated EBITDA to an amount of about 9.1 million Euros, 6% more than in the same period in 2014.

Financial results, negative 961 thousand Euros, compared to 586 thousand Euros registered in the same period in 2014, state the accrued needs in financing in which

## Toyota Caetano Portugal, S.A.

Toyota Caetano Portugal Group incurred, in order to be possible to establish inventories capable of addressing the market growth, as well as to provide the appropriate productive investment for the new LC70 project.

From the above it was possible to ascertain a consolidated net income of 1 million Euros for the half year, 40% less than the one registered in the same period in 2014. This was mainly due to factors connected with the sub-activity experienced within the Ovar Factory Unit, with such factors being certainly eliminated after starting the assembly of the new model.

The level of financial autonomy stood at about 49%, and continues to show a perfect stability of the Group capital structure.

In order to synthesise the growth in activity and performance of Toyota Caetano Portugal Group, you can find below the table of comparative aggregates in thousand Euros:

|                                | Jun'14  | Jun'15  | Change  |
|--------------------------------|---------|---------|---------|
| Turnover                       | 127.349 | 149.071 | 17,10%  |
| Gross Profits                  | 28.612  | 27.199  | -4,90%  |
| % (f) sales                    | 22,50%  | 18,20%  |         |
| External Supplies and Services | 15.835  | 17.226  | 8,80%   |
| % (f) sales                    | 12,40%  | 11,60%  |         |
| Payroll Expenses               | 18.988  | 19.593  | 3,20%   |
| % (f) sales                    | 14,90%  | 13,10%  |         |
| E.B.I.T.D.A.                   | 8.601   | 9.116   | 6,00%   |
| % (f) sales                    | 6,80%   | 6,10%   |         |
| Operational Income             | 2.851   | 2.810   | -1,50%  |
| % (f) sales                    | 2,20%   | 1,90%   |         |
| Financial Results              | -586    | -961    | -64,10% |
| % (f) sales                    | -0,50%  | -0,60%  |         |
| Gross Cash Flow                | 7.294   | 8.115   | 11,30%  |
| % (f) sales                    | 5,70%   | 5,40%   |         |
| Consolidated Net Profit        | 1.806   | 1.084   | -40,00% |
| % (f) sales                    | 1,40%   | 0,70%   |         |
| Net Financial Debt             | 26.888  | 47.068  | 75,10%  |
| Degree of financial Autonomy   | 58,20%  | 49,20%  |         |

In accordance with the latest estimates of economic growth in Portugal, we think that it is expectable to keep the growth pace in the automotive sector, and this will provide the Group with the reinforcement of its market stability, as well as an appropriate growth of generated income.

## **RISK MANAGEMENT**

### Loans and advances to clients

Credit risk at Toyota Caetano, mostly results from loans on its Clients, related to operating activity.

The main objective of credit risk management at Toyota Caetano is to ensure effective collection of operating receivables from Clients in accordance with the negotiated terms and conditions.

In order to mitigate the credit risk arising from potential default of payment by Clients, the Group companies exposed to this type of risk have:

- Established a specific department for analysis and follow-up of Credit Risk;
- Implemented proactive credit management processes and procedures, always supported by information systems;
  
- Hedge mechanisms (credit insurances, letters of credit, etc).

### Interest Rate Risk

As a result of the significant proportion of variable rate debt in its Consolidated Balance Sheet, and of the consequent interest payment cash flows, Toyota Caetano is exposed to interest rate risk.

Toyota Caetano has been making use of financial derivatives to hedge, at least partially, its exposure to changes in interest rates.

### Exchange Rate Risk

As a geographically diverse Group, with subsidiaries in Cape Verde, exchange rate risk result essentially from business transactions, arising from the purchase and sale of goods and services in currencies other than the functional currency of each business.

The exchange rate risk management policy seeks to minimise volatility in investments and operations stated in foreign currency, by making the Group's income less sensitive to exchange rate fluctuations. The Group's foreign exchange risk management policy is towards case-by-case appreciation of the opportunity to cover this risk, taking particularly into account the specific circumstances of the currencies and countries in question.

Toyota Caetano has been making use of financial derivatives to hedge, at least partially, its exposure to changes in exchange rates.

### Liquidity Risk

Liquidity risk management at Toyota Caetano seeks to ensure that the company has the capacity to obtain the timely funding required to carry out its business activities, implement its strategy and meet its payment obligations when due, while avoiding the need to obtain such funding on unfavourable terms.

To this end, liquidity management in the Group includes the following:

- a) Consistent financial planning based on forecasts of operating cash flows in accordance with different time horizons (weekly, monthly, annual and multi-annual);
- b) Diversification of funding sources;
- c) Diversification of maturities of issued debt in order to avoid too excessive concentration for debt payment on short periods of time;
- d) Using partner Banks to open up short-term credit lines, commercial paper programmes and other types of financial operations, to ensure a balance between adequate levels of liquidity and commitment fees incurred.

### **Subsequent Events**

Since the end of 1<sup>st</sup> semester 2015 and up to current date, no relevant facts occurred worth of being mentioned.

## STATEMENT

Pursuant to article 246 (1-c) of the Código de Valores Mobiliários (Portuguese Securities Code) we state that, to the best of our knowledge, Toyota Caetano Portugal consolidated financial statements, for the 1<sup>st</sup> half of 2015, were prepared in compliance with the applicable accounting standards, giving a true and fair view of the company's assets and liabilities, financial position and income and that the interim management report faithfully describes the information required under article 246 (2) of CVM.

Vila Nova de Gaia, 27 de Agosto 2015

O Conselho de Administração

José Reis da Silva Ramos – Chairman  
Maria Angelina Martins Caetano Ramos  
Salvador Acácio Martins Caetano  
Miguel Pedro Caetano Ramos  
Takeshi Numa  
Rui Manuel Machado de Noronha Mendes

**INFORMATION ON THE PARTICIPATION OF THE  
MANAGING AND SUPERVISORY BOARDS OF  
TOYOTA CAETANO PORTUGAL, S.A.**

(Pursuant to article 447 of the Portuguese Commercial Companies Code, and according to article 9(1) (c), and of article 14(7), both from Regulation 5/2008 issued by the Securities Market Regulating Entity - CMVM)

In compliance with the provisions of article 447 of the Portuguese Commercial Companies Code, it is hereby declared that, on June 30th, 2015, the members of the Company's management and supervisory boards did not hold any of its shares or bonds.

Furthermore, it is hereby stated that the members of the Company's management and supervisory boards were not engaged, during the first semester of 2015, in any acquisitions, encumbering or disposals involving the Company's shares or bonds.

It is further stated that the company's securities held by companies in which directors and auditors hold corporate positions are as follows:

The SALVADOR CAETANO, SGPS, S.A. GROUP, of which **Eng. Salvador Acácio Martins Caetano** is the Chairman of the Board of Directors, **Maria Angelina Martins Caetano Ramos, Ph.D** is the Deputy-Chairman of the Board of Directors, and **Eng. José Reis da Silva Ramos** and **Eng. Miguel Pedro Caetano Ramos** are Members of the Board of Directors, performed no transactions and thus this company, on June 30th, 2015, held 21,288,281 shares, with a nominal value of one euro each.

The SALVADOR CAETANO FOUNDATION, of which **Eng. José Reis da Silva Ramos** is the Chairman of the Board of Directors, **Maria Angelina Martins Caetano Ramos, Ph.D** is the spouse of the Chairman of the Board of Directors, **Eng. Salvador Acácio Martins Caetano** and **Rui Manuel Machado de Noronha Mendes, Ph.D** are Members of the Board of Directors, performed no transactions and thus this company, on June 30th, 2015, held 138,832 shares, with a nominal value of one euro each.

COVIM – Sociedade Agrícola, Silvícola e Imobiliária, S.A., of which **Maria Angelina Martins Caetano Ramos, Ph.D** is the Chairman of the Board of Directors, **Eng. José Reis da Silva Ramos** is the spouse of the Chairman of the Board of Directors, performed no transactions, for which this company, on June 30th, 2015, held 393,252 shares, with a nominal value of one euro each.

COCIGA - Construções Civis de Gaia, S.A., of which **Maria Angelina Martins Caetano Ramos, Ph.D** is the Chairman of the Board of Directors, **Eng. José Reis da Silva Ramos** is the spouse of the Chairman of the Board of Directors, **Maria Angelina Martins Caetano Ramos, Ph.D** is the Chairman of the Board of Directors, **Eng. Salvador Acácio Martins Caetano** is a Member of the Board of Directors, , performed no transactions, for which this company, on June 30th, 2015, held 290 shares, with a nominal value of one euro each.

## Toyota Caetano Portugal, S.A.

For the purpose provided in the final section of article 447(1) of the Portuguese Commercial Companies Code (companies in a control or group relationship with the company), it is hereby stated that:

- **Eng José Reis da Silva Ramos**, Chairman of the Board of Directors, holds:
  - 39.49%<sup>1</sup> of the share capital of Grupo Salvador Caetano, SGPS, S.A., a company in a control relationship with the Company.

<sup>1</sup> This percentage includes shares held by the spouse

- **Maria Angelina Martins Caetano Ramos, Ph.D.**, Member of the Board of Directors, holds:
  - 39.49%<sup>1</sup> of the share capital of Grupo Salvador Caetano, SGPS, S.A., a company in a control relationship with the Company.

<sup>1</sup> This percentage includes shares held by the spouse

- **Eng. Salvador Acácio Martins Caetano**, Member of the Board of Directors, holds:
  - 39.49%<sup>1</sup> of the share capital of Grupo Salvador Caetano, SGPS, S.A., a company in a control relationship with the Company.

<sup>1</sup> This percentage includes shares held by the spouse

- **Eng. Miguel Pedro Caetano Ramos**, Member of the Board of Directors, holds:
  - 0.00223% of the share capital of Grupo Salvador Caetano, SGPS, S.A., a company in a control relationship with the Company.

**INFORMATION REGARDING THE PARTICIPATION OF SHAREHOLDERS IN  
TOYOTA CAETANO PORTUGAL, S.A.**

In accordance with article 448(4) of the Commercial Companies Code, the following is the list of shareholders that, on June 30th, 2015, held, at least, 10%, 33% or 50% of the share capital of this company, as well as of the shareholders that have ceased to hold the aforementioned capital percentages:

| Shareholders<br>Holders of at least 10% | Shares                          |                   |              |                                 |
|---|---------------------------------|-------------------|--------------|---------------------------------|
|   | Held <sup>1</sup><br>31.12.2014 | Purchased<br>2015 | Sold<br>2015 | Held <sup>2</sup><br>30.06.2015 |
| TOYOTA MOTOR EUROPE NV/SA               | 9,450,000                       | --                | --           | 9,450,000                       |

<sup>1</sup> Share capital on 31.12.2014: € 35,000,000.00, represented by 35,000,000 shares with the nominal value of € 1.00 each.

<sup>2</sup> Share capital on 30.06.2015: € 35,000,000.00, represented by 35,000,000 shares with the nominal value of € 1.00 each.

| Shareholders<br>Holders of at least 50% | Shares                          |                   |              |                                 |
|---|---------------------------------|-------------------|--------------|---------------------------------|
|   | Held <sup>1</sup><br>31.12.2014 | Purchased<br>2015 | Sold<br>2015 | Held <sup>2</sup><br>30.06.2015 |
| GRUPO SALVADOR CAETANO, SGPS, SA        | 21,288,281                      | --                | --           | 21,288,281                      |

<sup>1</sup> Share capital on 31.12.2014: € 35,000,000.00, represented by 35,000,000 shares with the nominal value of € 1.00 each.

<sup>2</sup> Share capital on 30.06.2015: € 35,000,000.00, represented by 35,000,000 shares with the nominal value of € 1.00 each.

# Toyota Caetano Portugal, S.A.

## QUALIFIED SHAREHOLDINGS

(Pursuant to Regulation 5/2008, issued by the Portuguese Securities Market Regulating Entity - CMVM)

On June 30th, 2015, the shareholders with qualified shareholdings in the company's share capital are the following:

| SHAREHOLDER                           | Shares     | % of voting rights |
|---------------------------------------|------------|--------------------|
| Group Salvador Caetano - SGPS, SA     | 21,288,281 | 60.824             |
| Toyota Motor Europe NV/SA             | 9,450,000  | 27.000             |
| Salvador Fernandes Caetano (Heirs of) | 1,399,255  | 3.998              |

## CONSOLIDATED BALANCE SHEET AT 30 JUNE 2015 AND 31 DECEMBER 2014

| ASSETS  | Notes | 30-06-2015         | 31-12-2014         |
|---|-------|--------------------|--------------------|
| <b>NON-CURRENT ASSETS</b>                     |       |                    |                    |
| Goodwill                                      | 7     | 611.997            | 611.997            |
| Intangible Assets                             | 8     | 964.100            | 654.916            |
| Tangible Fixed Assets                         | 5     | 88.195.834         | 74.805.462         |
| Investment properties                         | 6     | 17.109.968         | 17.345.321         |
| Available for sale Financial Investments      | 9     | 3.335.048          | 3.119.634          |
| Deferred tax Assets                           | 14    | 2.837.077          | 3.179.411          |
| Accounts Receivable                           | 11    | 116.239            | 108.556            |
| Total non-current assets                      |       | <u>113.170.263</u> | <u>99.825.297</u>  |
| <b>CURRENT ASSETS</b>                         |       |                    |                    |
| Inventories                                   | 10    | 73.698.681         | 69.990.056         |
| Accounts Receivable                           | 11    | 51.949.540         | 57.493.329         |
| Other Credits                                 | 12    | 4.030.142          | 4.417.305          |
| Public Entities                               | 20    | 2.741.837          | 997.206            |
| Other Current Assets                          | 13    | 2.576.786          | 3.215.482          |
| Cash and cash equivalents                     | 4     | 7.692.891          | 12.530.999         |
| Total current assets                          |       | <u>142.689.877</u> | <u>148.644.377</u> |
| Total assets                                  |       | <u>255.860.140</u> | <u>248.469.674</u> |
| <b>SHAREHOLDERS' EQUITY &amp; LIABILITIES</b> |       |                    |                    |
| <b>EQUITY</b>                                 |       |                    |                    |
| Share capital                                 | 15    | 35.000.000         | 35.000.000         |
| Legal Reserve                                 | 15    | 7.498.903          | 7.498.903          |
| Revaluation reserves                          | 15    | 6.195.184          | 6.195.184          |
| Translation reserves                          | 15    | (1.695.238)        | (1.695.238)        |
| Fair value reserves                           | 15    | 254.365            | 38.951             |
| Other Reserve                                 |       | 76.015.672         | 76.591.909         |
| Net Income                                    |       | 1.059.322          | 3.973.763          |
|   |       | <u>124.328.208</u> | <u>127.603.472</u> |
| Non-controlled Interests                      | 16    | 1.655.917          | 1.630.768          |
| Total equity                                  |       | <u>125.984.125</u> | <u>129.234.240</u> |
| <b>LIABILITIES:</b>                           |       |                    |                    |
| <b>NON-CURRENT LIABILITIES</b>                |       |                    |                    |
| Loans   | 17    | 27.242.852         | 23.137.232         |
| Pension Fund liabilities                      | 22    | 5.000.000          | 5.000.000          |
| Provisions                                    | 23    | 306.053            | 311.551            |
| Deferred tax liabilities                      | 14    | 1.798.006          | 1.798.006          |
| Total non-current liabilities                 |       | <u>34.346.911</u>  | <u>30.246.789</u>  |
| <b>CURRENT LIABILITIES</b>                    |       |                    |                    |
| Loans   | 17    | 27.518.480         | 27.768.843         |
| Accounts Payable                              | 18    | 37.456.785         | 31.579.655         |
| Other Creditors                               | 19    | 1.633.264          | 1.740.504          |
| Public Entities                               | 20    | 10.113.449         | 10.938.452         |
| Other current liabilities                     | 21    | 18.691.146         | 16.811.429         |
| Derivative financial instruments              | 24    | 115.980            | 149.762            |
| Total current liabilities                     |       | <u>95.529.104</u>  | <u>88.988.645</u>  |
| Total liabilities                             |       | <u>129.876.015</u> | <u>119.235.434</u> |
| Total liabilities and shareholder' equity     |       | <u>255.860.140</u> | <u>248.469.674</u> |

The notes to the financial statements integrates this statement for the period ending at 30 June 2015.

CHARTERED ACCOUNTANT  
ALEXANDRA MARIA PACHECO GAMA JUNQUEIRA

BOARD OF DIRECTORS  
JOSÉ REIS DA SILVA RAMOS – President  
MARIA ANGELINA MARTINS CAETANO RAMOS  
SALVADOR ACÁCIO MARTINS CAETANO  
MIGUEL PEDRO CAETANO RAMOS  
TAKESHI NUMA  
RUI MANUEL MACHADO DE NORONHA MENDES

**CONSOLIDATED INCOME STATEMENT**  
FOR THE PERIOD ENDED AT 30 JUNE 2015 AND 2014

|  | Notes      | 30-06-2015           | 01-04 a 30-06-2015<br>(Non Audit) | 30-06-2014           | 01-04 a 30-06-2014<br>(Non Audit) |
|--|------------|----------------------|-----------------------------------|----------------------|-----------------------------------|
| <b>Operating Income:</b>   |            |                      |                                   |                      |                                   |
| Sales  | 26         | 139.374.119          | 70.240.197                        | 118.070.724          | 65.131.908                        |
| Service Rendered   | 26         | 9.697.104            | 4.841.190                         | 9.278.335            | 4.646.257                         |
| Other Operating Income   | 29         | 20.321.463           | 11.221.631                        | 16.255.041           | 8.762.962                         |
| Variation of Products  | 10         | 102.121              | (1.979.281)                       | 1.687.497            | 1.014.949                         |
|  |            | <u>169.494.807</u>   | <u>84.323.737</u>                 | <u>145.291.597</u>   | <u>79.556.076</u>                 |
| <b>Operating expenses:</b>   |            |                      |                                   |                      |                                   |
| Cost of sales  | 10         | (121.974.515)        | (59.543.953)                      | (100.425.033)        | (57.527.536)                      |
| External Supplies and Services   | 27         | (17.225.619)         | (9.431.960)                       | (15.834.608)         | (7.011.744)                       |
| Payroll Expenses   | 28         | (19.592.549)         | (9.922.958)                       | (18.987.907)         | (9.850.159)                       |
| Depreciations and Amortizations  | 5, 6 and 8 | (6.305.778)          | (3.444.357)                       | (5.749.675)          | (3.022.034)                       |
| Provisions and Impairment loss   | 23         | (28.388)             | (41.999)                          | (493.389)            | (192.203)                         |
| Other Operating expenses   | 29         | (1.558.018)          | (909.654)                         | (949.695)            | (512.768)                         |
|  |            | <u>(166.684.867)</u> | <u>(83.294.881)</u>               | <u>(142.440.307)</u> | <u>(78.116.444)</u>               |
| Operational Income   |            | 2.809.940            | 1.028.856                         | 2.851.290            | 1.439.632                         |
| Finance costs  | 30         | (1.021.661)          | (481.075)                         | (698.463)            | (365.349)                         |
| Finance Income   | 30         | 60.329               | 33.498                            | 112.649              | 53.540                            |
| Profit before taxation from continuing operations                              |            | 1.848.608            | 581.279                           | 2.265.476            | 1.127.823                         |
| Income tax for the year  | 25         | (764.138)            | (454.478)                         | (459.308)            | (29.333)                          |
|  |            | <u>1.084.470</u>     | <u>126.801</u>                    | <u>1.806.168</u>     | <u>1.098.490</u>                  |
| Net profit for the period  |            | <u>1.084.470</u>     | <u>126.801</u>                    | <u>1.806.168</u>     | <u>1.098.490</u>                  |
| <b>Net profit for the period from continuing operations attributable to:</b>   |            |                      |                                   |                      |                                   |
| Equity holders of the parent   |            | 1.059.322            | 109.907                           | 1.811.382            | 1.090.340                         |
| Minority interest  |            | 25.148               | 16.894                            | (5.214)              | 8.150                             |
|  |            | <u>1.084.470</u>     | <u>126.801</u>                    | <u>1.806.168</u>     | <u>1.098.490</u>                  |
| <b>Net profit for the period from discontinued operations attributable to:</b> |            |                      |                                   |                      |                                   |
| Equity holders of the parent   |            | -                    | -                                 | -                    | -                                 |
| Minority interest  |            | -                    | -                                 | -                    | -                                 |
|  |            | <u>-</u>             | <u>-</u>                          | <u>-</u>             | <u>-</u>                          |
| <b>Net profit for the period attributable to:</b>                              |            |                      |                                   |                      |                                   |
| Equity holders of the parent   |            | 1.059.322            | 109.907                           | 1.811.382            | 1.090.340                         |
| Non-controlled interests   |            | 25.148               | 16.894                            | (5.214)              | 8.150                             |
|  |            | <u>1.084.470</u>     | <u>126.801</u>                    | <u>1.806.168</u>     | <u>1.098.490</u>                  |
| <b>Earnings per share:</b>   |            |                      |                                   |                      |                                   |
| from continuing operations   | 36         | <b>0,031</b>         | <b>0,004</b>                      | <b>0,052</b>         | <b>0,031</b>                      |
| from discontinued operations   |            | -                    | -                                 | -                    | -                                 |
| Basic  |            | <u><b>0,031</b></u>  | <u><b>0,004</b></u>               | <u><b>0,052</b></u>  | <u><b>0,000</b></u>               |
| from continuing operations   | 36         | <b>0,031</b>         | <b>0,004</b>                      | <b>0,052</b>         | <b>0,031</b>                      |
| from discontinued operations   |            | -                    | -                                 | -                    | -                                 |
| Diluted  |            | <u><b>0,031</b></u>  | <u><b>0,004</b></u>               | <u><b>0,052</b></u>  | <u><b>0,000</b></u>               |

The notes to the financial statements integrates this statement for the period ending at 30 June 2015.

**CHARTERED ACCOUNTANT**  
ALEXANDRA MARIA PACHECO GAMA JUNQUEIRA

**BOARD OF DIRECTORS**  
JOSÉ REIS DA SILVA RAMOS – President  
MARIA ANGELINA MARTINS CAETANO RAMOS  
SALVADOR ACÁCIO MARTINS CAETANO  
MIGUEL PEDRO CAETANO RAMOS  
TAKESHI NUMA  
RUI MANUEL MACHADO DE NORONHA MENDES

Toyota Caetano Portugal, S.A.

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY

FOR THE PERIOD ENDED AT 30 JUNE 2015 AND 2014

(Amounts expressed in Euros)

|   | Equity attributable to the parent company |                  |                      |                      |                     |                   |                   |                  | Non-controlled     |                  |                    |
|---|---|------------------|----------------------|----------------------|---------------------|-------------------|-------------------|------------------|--------------------|------------------|--------------------|
|   | Share capital                             | Legal Reserves   | Revaluation Reserves | Translation reserves | Fair value reserves | Other Reserve     | Total reserves    | Net profit       | Subtotal           | Interests        | Total              |
| <b>Balances at 31 of December 2013</b>            | <b>35.000.000</b>                         | <b>7.498.903</b> | <b>6.195.184</b>     | <b>(1.695.238)</b>   | <b>260.693</b>      | <b>80.429.549</b> | <b>92.689.091</b> | <b>60.656</b>    | <b>127.749.747</b> | <b>1.646.250</b> | <b>129.395.997</b> |
| Changes in the period:                            |   |                  |                      |                      |                     |                   |                   |                  |                    |                  |                    |
| Application of the Consolidated Net Income 2013   | -   | -                | -                    | -                    | -                   | 60.656            | 60.656            | (60.656)         | -                  | -                | -                  |
| Available for sale Investments fair value changes | -   | -                | -                    | -                    | 38.659              | -                 | 38.659            | -                | 38.659             | -                | 38.659             |
| Others  | -   | -                | -                    | -                    | -                   | 4.811             | 4.811             | -                | 4.811              | (1.529)          | 3.282              |
|   | -   | -                | -                    | -                    | 38.659              | 65.467            | 104.126           | (60.656)         | 43.470             | (1.529)          | 41.941             |
| Consolidated net profit for the period            |   |                  |                      |                      |                     |                   |                   | 1.811.382        | 1.811.382          | (5.214)          | 1.806.168          |
| Consolidated comprehensive income                 | -   | -                | -                    | -                    | 38.659              | -                 | 38.659            | 1.811.382        | 1.850.041          | (5.214)          | 1.844.827          |
| <b>Balances at 30 of June 2014</b>                | <b>35.000.000</b>                         | <b>7.498.903</b> | <b>6.195.184</b>     | <b>(1.695.238)</b>   | <b>299.352</b>      | <b>80.495.016</b> | <b>92.793.217</b> | <b>1.811.382</b> | <b>129.604.599</b> | <b>1.639.507</b> | <b>131.244.106</b> |
| <b>Balances at 31 of December 2014</b>            | <b>35.000.000</b>                         | <b>7.498.903</b> | <b>6.195.184</b>     | <b>(1.695.238)</b>   | <b>38.951</b>       | <b>76.591.909</b> | <b>88.629.709</b> | <b>3.973.763</b> | <b>127.603.472</b> | <b>1.630.768</b> | <b>129.234.240</b> |
| Changes in the period:                            |   |                  |                      |                      |                     |                   |                   |                  |                    |                  |                    |
| Application of the Consolidated Net Income 2014   | -   | -                | -                    | -                    | -                   | 3.973.763         | 3.973.763         | (3.973.763)      | -                  | -                | -                  |
| Available for sale Investments fair value changes | -   | -                | -                    | -                    | 215.414             | -                 | 215.414           | -                | 215.414            | -                | 215.414            |
| Others  | -   | -                | -                    | -                    | -                   | -                 | -                 | -                | -                  | 1                | 1                  |
|   | -   | -                | -                    | -                    | 215.414             | 3.973.763         | 4.189.177         | (3.973.763)      | 215.414            | 1                | 215.415            |
| Consolidated net profit for the period            |   |                  |                      |                      |                     |                   |                   |                  |                    |                  |                    |
| Total comprehensive income for the year           | -   | -                | -                    | -                    | -                   | -                 | -                 | 1.059.322        | 1.059.322          | 25.148           | 1.084.470          |
| Transactions with equity holders                  |   |                  |                      |                      |                     |                   |                   |                  |                    |                  |                    |
| Distributed dividends                             | -   | -                | -                    | -                    | 215.414             | -                 | 215.414           | 1.059.322        | 1.274.736          | 25.148           | 1.299.884          |
|   | -   | -                | -                    | -                    | -                   | (4.550.000)       | (4.550.000)       | -                | (4.550.000)        | -                | (4.550.000)        |
| <b>Balances at 30 of June 2015</b>                | <b>35.000.000</b>                         | <b>7.498.903</b> | <b>6.195.184</b>     | <b>(1.695.238)</b>   | <b>254.365</b>      | <b>76.015.672</b> | <b>88.268.886</b> | <b>1.059.322</b> | <b>124.328.208</b> | <b>1.655.917</b> | <b>125.984.125</b> |

The notes to the financial statements integrates this statement for the period ending at 30 June 2015.

CHARTERED ACCOUNTANT  
ALEXANDRA MARIA PACHECO GAMA JUNQUEIRA

BOARD OF DIRECTORS  
JOSÉ REIS DA SILVA RAMOS – President  
MARIA ANGELINA MARTINS CAETANO RAMOS  
SALVADOR ACÁCIO MARTINS CAETANO  
MIGUEL PEDRO CAETANO RAMOS  
TAKESHI NUMA  
RUI MANUEL MACHADO DE NORONHA MENDES

CONSOLIDATED STATEMENT OF THE COMPREHENSIVE INCOME  
FOR THE PERIOD ENDING AT 30 JUNE 2015 AND 2014  
 (Amounts expressed in Euros)

|  | IAS/IFRS<br>30-06-2015 | IAS/IFRS<br>30-06-2014 |
|--|------------------------|------------------------|
| Consolidated net profit for the period, including minority interest  | 1.084.470              | 1.806.168              |
| Components of other consolidated comprehensive income, net of tax,<br>that could be recycled by profit and loss: |                        |                        |
| Available for sale Financial Investments fair value changes  | 215.414                | 38.659                 |
| Consolidated comprehensive income  | 1.299.884              | 1.844.827              |
| Atributable to:  |                        |                        |
| Equity holders of the parent company   | 1.274.736              | 1.850.041              |
| Non-controlled interests   | 25.148                 | (5.214)                |

The notes to the financial statements integrates this statement for the period ending at 30 June 2015.

CHARTERED ACCOUNTANT  
 ALEXANDRA MARIA PACHECO GAMA JUNQUEIRA

BOARD OF DIRECTORS  
 JOSE REIS DA SILVA RAMOS –President  
 MARIA ANGELINA MARTINS CAETANO RAMOS  
 SALVADOR ACÁCIO MARTINS CAETANO  
 MIGUEL PEDRO CAETANO RAMOS  
 TAKESHI NUMA  
 RUI MANUEL MACHADO DE NORONHA MENDES

## CONSOLIDATED CASH FLOWS STATEMENT

(Euros)

| <b>OPERATING ACTIVITIES</b>                                | <b>Jun-15</b>     | <b>Jun-14</b>       |
|--|-------------------|---------------------|
| Collections from Customers                                 | 154.504.159       | 118.023.325         |
| Payments to Suppliers                                      | (138.103.169)     | (112.480.616)       |
| Payments to Employees                                      | (14.140.904)      | (16.634.313)        |
| <b>Operating Flow</b>                                      | <b>2.260.086</b>  | <b>(11.091.604)</b> |
| Payments of Income Tax                                     | (456.268)         | (321.304)           |
| Other Collections/Payments Related to Operating Activities | 11.442.906        | 7.402.022           |
| <b>Cash Flow from Operating Activities</b>                 | <b>13.246.724</b> | <b>(4.010.886)</b>  |

| <b>INVESTING ACTIVITIES</b>                 | <b>Jun-15</b>      | <b>Jun-14</b>      |
|---|--------------------|--------------------|
| Collections from:                           |                    |                    |
| Investments                                 | -                  | 408.453            |
| Tangible Fixed Assets                       | 1.278.352          | 1.731.188          |
| Subsidies                                   | -                  | 4.074              |
| Interest and Other income                   | 70.626             | 46.460             |
| Dividends                                   | -                  | -                  |
|   | <u>1.348.978</u>   | <u>2.190.175</u>   |
| Payments to:                                |                    |                    |
| Investments                                 | (6.407)            | -                  |
| Tangible Fixed Assets                       | (9.624.632)        | (2.051.638)        |
| Intangible Assets                           | (192.200)          | (14.811)           |
|   | <u>(9.823.239)</u> | <u>(2.066.449)</u> |
| <b>Cash Flow from Investment Activities</b> | <b>(8.474.261)</b> | <b>123.726</b>     |

| <b>FINANCING ACTIVITIES</b>                | <b>Jun-15</b>      | <b>Jun-14</b>      |
|--|--------------------|--------------------|
| Collections from:                          |                    |                    |
| Loans                                      | -                  | 7.672.678          |
| Payments to:                               |                    |                    |
| Loans                                      | (2.893.731)        | (1.466.409)        |
| Lease Down Payments                        | (1.134.784)        | (512.642)          |
| Interest and Other costs                   | (1.028.266)        | (773.439)          |
| Dividends                                  | (4.553.790)        | (6.240)            |
|  | <u>(9.610.571)</u> | <u>(2.758.730)</u> |
| <b>Cash Flow from Financing Activities</b> | <b>(9.610.571)</b> | <b>4.913.948</b>   |

| <b>CASH</b>                                      | <b>Jun-15</b>      | <b>Jun-14</b>    |
|--|--------------------|------------------|
| Cash and Cash Equivalents at Beginning of Period | 12.530.999         | 7.676.781        |
| Changes in perimeter                             | -                  | 63.054           |
| Cash and Cash Equivalents at End of Period       | 7.692.891          | 8.640.515        |
| <b>Net Flow in Cash Equivalents</b>              | <b>(4.838.108)</b> | <b>1.026.788</b> |

CHARTERED ACCOUNTANT  
ALEXANDRA MARIA PACHECO GAMA JUNQUEIRA

BOARD OF DIRECTORS  
JOSE REIS DA SILVA RAMOS –President  
MARIA ANGELINA MARTINS CAETANO RAMOS  
SALVADOR ACÁCIO MARTINS CAETANO  
MIGUEL PEDRO CAETANO RAMOS  
TAKESHI NUMA  
RUI MANUEL MACHADO DE NORONHA MENDES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

1. INTRODUCTION

Toyota Caetano Portugal, S.A. ("Toyota Caetano" or "Company") was incorporated in 1946, has its headquarters in Vila Nova de Gaia, and is the Parent Company of a Group of companies ("Toyota Caetano Group" or "Group"), which mainly develop economic activities included in the automotive sector, namely the import, assembly and commercialization of vehicles, bus and coach industry, sale and rental of industrial equipment forklifts, sale of vehicles parts, as well as the corresponding technical assistance.

Toyota Caetano Group develops its activity mainly in Portugal and Cape Verde.

Toyota Caetano shares are listed in Euronext Lisbon since October 1987.

As of June 30, 2015, the companies included in Toyota Caetano Group, their headquarters and the abbreviations used, are mentioned in Note 3.

The attached financial statements are stated in Euros (rounding by unit), as this is the functional currency used in the economic environment where the Group operates. Foreign operations and transactions are included in the consolidated financial statements in accordance with the policy described in Note 2.3.

2. MAIN ACCOUNTING POLICIES

2.1 BASIS OF PRESENTATION

Interim financial statements are presented in accordance with IAS 34 – "Interim Financial Reporting".

These interim financial statements, prepared in accordance with the above mentioned framework, do not include all the required information to be included in the annual consolidated financial statements. Therefore, they should be read along with the consolidated financial statements as of December 31, 2014.

Comparative information regarding December 31, 2014, included in consolidated financial statements was audited.

The accompanying consolidated financial statements have been prepared on a going concern basis and under the historical cost convention, except for some financial instruments which are stated at fair value, from the books and accounting records of the companies included in consolidation (Note 3).

The following standards, interpretations, amendments and revisions endorsed by the European Union and mandatory in the fiscal years beginning on or after January 1, 2015, were adopted by the first time in this period:

a) Standards and interpretations that became effective as of 1 January 2015:

(i) Standards:

- **Annual Improvements 2011 - 2013.** The 2011-2013 annual improvements affects: IFRS 1, IFRS 3, IFRS 13 and IAS 40. This amendment does not have any impact in the financial statements of the Entity.

(ii) Interpretations

- **IFRIC 21** (new), 'Levies'. Interpretation to IAS 37 and the recognition of a liability, clarifying that the obligation event that gives rise to a liability to pay a levy is the activity described in the relevant legislation that triggers the payment. This amendment does not have any impact in the financial statements of the Entity.

b) The following standards and amendments to existing standards have been published and are mandatory for the accounting periods beginning on or after 1 February 2015, but that the Entity has not early adopted:

(i) Standards:

- **Annual Improvements 2010 - 2012**, (generally effective for annual periods beginning on or after 1 February 2015). The 2010-2012 annual improvements affects: IFRS 2, IFRS 3, IFRS 8, IFRS 13, IAS 16, IAS 24 and IAS 38. No estimated impact of the future adoption of these improvements in the financial statements of the Entity.
- **IAS 19** (amendment), 'Defined benefit plans – Employee contributions' (effective for annual periods beginning on or after 1 February 2015). This amendment applies to contributions from employees or third parties to

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

defined benefit plans and aims to simplify the accounting when contributions are not associated to the number of years of service. No estimated impact of the future adoption of these improvements in the financial statements of the Entity.

- **IAS 1** (amendment), 'Disclosure initiative' (effective for annual periods beginning on or after 1 January 2016). This amendment is still subject to endorsement by the European Union. This amendment provides guidance on materiality and aggregation, the presentation of subtotals, the structure of financial statements, the disclosure of accounting policies and OCI items presentation when arising from investments measured at equity method. No estimated impact of the future adoption of these improvements in the financial statements of the Entity.
- **IAS 16 and IAS 38** (amendment), 'Acceptable methods of depreciation and amortization calculation' (effective for annual periods beginning on or after 1 January 2016). This amendment is still subject to endorsement by the European Union. This amendment clarifies that the use of revenue-based methods to calculate the depreciation /amortization of an asset is generally presumed to be an inappropriate basis for measuring the consumption of the economic benefits embodied in an asset. It shall be applied prospectively. No estimated impact of the future adoption of these improvements in the financial statements of the Entity.
- **IAS 16 and IAS 41** (amendment), 'Agriculture: bearer plants' (effective for annual periods beginning on or after 1 January 2016). This amendment is still subject to endorsement by the European Union. This amendment defines the concept of a bearer plant and removes it from the scope of IAS 41 – Agriculture, to the scope of IAS 16 – Property, plant and equipment, with the consequential impact on measurement. However, the produce growing on bearer plants will remain within the scope of IAS 41 - Agriculture. No estimated impact of the future adoption of these improvements in the financial statements of the Entity.
- **IAS 27** (amendment), 'Equity method in separate financial statements' (effective for annual periods beginning on or after 1 January 2016). This amendment is still subject to endorsement by the European Union. This amendment allows entities to use equity method to measure investments in subsidiaries, joint ventures and associates in separate financial statements. This amendment applies retrospectively. No estimated impact of the future adoption of these improvements in the financial statements of the Entity.
- **Amendment to IFRS 10, 12 and IAS 28**, 'Investment entities: applying consolidation exception" (effective for annual periods beginning on or after 1 January 2016). This amendment is still subject to endorsement by the European Union. This amendment clarifies that the exemption from the obligation to prepare consolidated financial statements by investment entities applies to an intermediate parent which is a subsidiary of an investment entity. The policy choice to apply the equity method, under IAS 28, is extended to an entity which is not an investment entity, but has an interest in an associate, or joint venture, which is an investment entity. No estimated impact of the future adoption of these improvements in the financial statements of the Entity.
- **IFRS 11** (amendment), 'Accounting for the acquisition of interests in joint operations (effective for annual periods beginning on or after 1 January 2016). This amendment is still subject to endorsement by the European Union. This amendment adds new guidance on how to account for the acquisition of an interest in a joint operation that constitutes a business, through the application of IFRS 3's principles. No estimated impact of the future adoption of these improvements in the financial statements of the Entity.
- **Annual Improvements 2012 - 2014**, (effective for annual periods beginning on or after 1 January 2016). These improvements are still subject to endorsement by the European Union. The 2012-2014 annual improvements affects: IFRS 5, IFRS 7, IAS 19 and IAS 34. No estimated impact of the future adoption of these improvements in the financial statements of the Entity.
- **IFRS 9** (new), 'Financial instruments' (effective for annual periods beginning on or after 1 January 2018). This standard is still subject to endorsement by the European Union. IFRS 9 replaces the guidance in IAS 39, regarding: (i) the classification and measurement of financial assets and liabilities; (ii) the recognition of credit impairment (through the expected credit losses model); and (iii) the hedge accounting requirements and recognition. No estimated impact of the future adoption of these improvements in the financial statements of the Entity.
- **IFRS 14** (new), 'Regulatory deferral accounts' (effective for annual periods beginning on or after 1 January 2016). This standard is still subject to endorsement by the European Union. This standard permits first-time adopters to continue to recognize amounts related to rate regulation in accordance with their previous GAAP requirements when they adopt IFRS. However, to enhance comparability with entities that already apply IFRS and do not recognize regulatory assets / liabilities, the referred amounts must be presented separately in the financial statements. No estimated impact of the future adoption of these improvements in the financial statements of the Entity.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

- **IFRS 15** (new), 'Revenue from contracts with customers' (effective for annual periods beginning on or after 1 January 2017). This standard is still subject to endorsement by European Union. This new standard, applies only to contracts with customers to provide goods or services, and requires an entity to recognize revenue when the contractual obligation to deliver the goods or services is satisfied and by the amount that reflects the consideration the entity is expected to be entitled to, following a "five step approach". No estimated impact of the future adoption of these improvements in the financial statements of the Entity.

2.2 CONSOLIDATION PRINCIPLES AND MAIN MEASUREMENTS METHODS

The accompanying financial statements were prepared in accordance with the accounting policies disclosed in the notes to the consolidated financial statements as of June 30, 2015.

FINANCIAL RISK MANAGEMENT POLICIES

The Group's activity is exposed to a variety of financial risks, such as market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk. These risks arise from the unpredictability of financial markets that affect the capacity of projected cash flows and profits subject to a perspective of long term ongoing. Management seeks to minimise potential adverse effects that derive from that uncertainty in its financial performance.

The financial risks management is controlled by Toyota Caetano financial department, according to the policies established by the Group Board of Directors. The Board of Directors has established the main principles of global risk management as well as specific policies for some areas, as interest rate risk and credit risk. As mentioned above, these principles and policies are properly described in the notes to the consolidated financial statements as of December 31, 2014.

In this context, we presented below some risk indicators as of June 30, 2015, considered particularly relevant:

(i) Foreign currency risk

The Group operates internationally and has a subsidiary operating in Cape Verde. The group selects a functional currency for each subsidiary (Cape Verde Escudo, for the subsidiary Caetano Auto CV, S.A.), corresponding to the currency of the economical environment and the ones that better represents its cash flows composition. Foreign currency risk arises mainly from future commercial transactions, as a result of purchases and sales of products and services in a different currency than the functional currency used by each Company.

Foreign currency risk management policies seek to minimize the volatility of investments and transactions made in foreign currencies, aiming to reduce Group's results impact to changes in foreign exchange rates. The Group uses derivative instruments (currency forwards), as the management of foreign currency risk.

The Group foreign currency risk management hedge policies are decided casuistically, considering the foreign currency and country specific circumstances (as at June 30, 2015 and December 31, 2014 and June 30, 2014, this situation is not applicable to any of the Group Subsidiaries).

Foreign currency risk related to the foreign subsidiaries financial statements translation, also named translation risk, presents the impact on net equity of the Holding Company, due to the translation of foreign subsidiaries financial statements.

Foreign subsidiaries assets and liabilities are translated into Euros using the exchange rates at statement of financial position date, and gains and losses in the income statement are translated into Euros using the average exchange rate of the year. Resulting exchange differences are recorded in equity caption "Translation reserves".

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

The Group's assets and liabilities amounts (expressed in Euros) recorded in a different currency from Euro at June 30, 2015 and December 31, 2014 and June 30, 2014 can be summarized as follows:

|                            | Assets    |           |           | Liabilities |         |         |
|----------------------------|-----------|-----------|-----------|-------------|---------|---------|
|                            | Jun-15    | Dec-14    | Jun-14    | Jun-15      | Dec-14  | Jun-14  |
| Cabo Verde Escudo (CVE)    | 7.726.302 | 6.498.634 | 6.435.087 | 1.890.097   | 833.654 | 680.975 |
| Great Britain pounds (GBP) | 1.644     | 1.644     | 237.229   | 989         | -       | -       |
| Swedish kronor (SEK)       | -         | -         | 19.932    | -           | -       | -       |
| Japanese yen (JPY)         | -         | -         | -         | 54.270      | 777.900 | 135.863 |
| US Dollar (USD)            | -         | -         | 201       | 293         | (163)   | -       |
| Danish kroner (DKK)        | -         | -         | 248.249   | -           | -       | -       |

The sensitivity of the Group to foreign exchange rate changes can be summarized as follows (increases/decreases):

|                            | Variation | Jun-15     |        | Dec-14     |        |
|----------------------------|-----------|------------|--------|------------|--------|
|                            |           | Net Income | Equity | Net Income | Equity |
| Great Britain pounds (GBP) | 5%        | 33         | -      | 82         | -      |
| Japanese yen (JPY)         | 5%        | (2.713)    | -      | (12.227)   | -      |
| US Dollar (USD)            | 5%        | (15)       | -      | -          | -      |

Concerning the sensitivity of variations in the exchange rate of the Cape Verde Escudo (CVE), the Group does not have associated currency risk, because the exchange rate defined does not change.

ii) Price risk

The group is exposed to the changing in raw material's prices used on production processes, namely auto parts. However, considering that the acquisition of those raw materials is not in accordance with a price quoted on an exchange market or formed on a volatile market, the price risk is not considered as being significant.

During 2015 and 2014, the Group has been exposed to the risk of variation of 'available for sale assets' prices. At June 30, 2015 and December 31, 2014 and June 30, 2014, the referred caption is composed only by shares of the closed property investment fund Cimóvel – Fundo de Investimento Imobiliário Fechado (Real Estate Investment Fund).

The Group's sensitivity to price variations in investments available for sale can be summarized as follows (increases/decreases):

|              | Variation | Jun-15     |           | Dec-14     |           | Jun-15     |           |
|--------------|-----------|------------|-----------|------------|-----------|------------|-----------|
|              |           | Net Income | Equity    | Net Income | Equity    | Net Income | Equity    |
| CIMOVEL FUND | 10%       | -          | 326.831   | -          | 305.290   | -          | 331.330   |
| CIMOVEL FUND | -10%      | -          | (326.831) | -          | (305.290) | -          | (331.330) |

iii) Interest rate risk

Toyota Caetano debt is indexed to variable interest rates, exposing the total cost of debt to a high risk of volatility. The impact of this volatility on the Group's results and shareholders' equity mitigated due to the effect of the following factors: (i) possible correlation between the market interest rate levels and economic growth, having a positive effect on the other lines of the Group's consolidated results (particularly operational),

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

thus partially offsetting the increased financial costs (“natural hedge”) and (ii) the availability of consolidated liquidity or cash, also remunerated at variable rates.

Toyota Caetano Board of Directors approves the terms and conditions of the funding, analyzing the debt structure, the inherent risks and the different options available in the market, particularly considering the type of interest rates (fixed / variable) and, permanently monitoring conditions and alternatives existing in the market, and decides upon the contracting of occasional interest rate hedging derivative financial instruments.

Interest rate risk sensitivity analysis

The sensitivity analyses presented below was based on exposure to changes in interest rates for financial instruments at the statement of financial position date. For floating rate liabilities, the analysis is prepared assuming the following:

- (i) Interest rate is superior in 1 p.p. than the supported interest rate.
- (ii) Calculation was made using the Group’s debt at the end of the year.
- (iii) Spreads maintenance throughout the year.

The sensitivity analyses are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some assumptions may be correlated.

Group’s sensitivity to changes in interest rates is summarized as follows (increases/decreases):

|                        | Variation | Jun-15           |        | Dec-14           |        | Jun-14           |        |
|------------------------|-----------|------------------|--------|------------------|--------|------------------|--------|
|                        |           | Net Income       | Equity | Net Income       | Equity | Net Income       | Equity |
| Loans- Mutual Contract | 1 p.p     | 69.737           | -      | 78.947           | -      | 88.158           | -      |
| Guaranteed account     | 1 p.p     | 90.000           | -      | 100.000          | -      | 100.000          | -      |
| Bank Credits           | 1 p.p     | 9.770            | -      | 204              | -      | 204              | -      |
| Commercial Paper       | 1 p.p     | 127.000          | -      | 134.000          | -      | 74.000           | -      |
| Long-term Bank Loan    | 1 p.p     | 90.000           | -      | 90.000           | -      | -                | -      |
| Total                  |           | <b>386.507</b>   | -      | <b>403.151</b>   | -      | <b>262.362</b>   | -      |
| Loans- Mutual Contract | (1 p.p)   | (69.737)         | -      | (78.947)         | -      | (88.158)         | -      |
| Guaranteed account     | (1 p.p)   | (90.000)         | -      | (100.000)        | -      | (100.000)        | -      |
| Bank Credits           | (1 p.p)   | (9.770)          | -      | (204)            | -      | (204)            | -      |
| Commercial Paper       | (1 p.p)   | (127.000)        | -      | (134.000)        | -      | (74.000)         | -      |
| Long-term Bank Loan    | (1 p.p)   | (90.000)         | -      | (90.000)         | -      | -                | -      |
| Total                  |           | <b>(386.507)</b> | -      | <b>(403.151)</b> | -      | <b>(262.362)</b> | -      |

The above analysis does not include the consideration of the hedging (*swap*) financial instrument agreed by the Group to face the interest rates variation.

iv) Liquidity risk

Liquidity risk is defined as the risk that the Group could not be able to settle or meet its obligations on time or at a reasonable price.

The existence of liquidity in the Group requires the definition of some parameters for the efficient and secure management of liquidity, enabling maximisation of the return obtained and minimisation of the opportunity costs relating to the liquidity, from a safety and efficient way.

Toyota Caetano Group liquidity risk management has a threefold objective:

- (i) Liquidity, which is to ensure permanent access in the most efficient way to sufficient funds to cover current payments on the respective maturity dates, as well as any unexpected requests for funds;
- (ii) Safety, which is the minimisation of the probability of default in the repayment of any application in funds; and
- (iii) Financial Efficiency, which is ensuring that the Companies maximise the value / minimize the opportunity cost of holding excess liquidity in the short-term.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

All excess liquidity is applied in short-term debt amortization, according to economic and financial reasonableness criteria.

As of 30 June, 2015 and 31 December, 2014, the Group presents a net debt of 47.068.442 Euros and 38.375.076 Euros, respectively, divided between current and non current loans (Note 17) and cash and cash equivalents (Note 4), agreed with the different financial institutions.

v) Capital Risk

The main objective of the Board is to assure the continuity of the operations, providing an adequate remuneration to shareholders and the correspondent benefits to the rest of the stakeholders of the company. For the prosecution of this objective it is fundamental that a careful management of funds invested in the business is assured, trying to keep an optimal capital structure, in order to achieve the desired reduction of the cost of capital. With the purpose of maintaining an adequate capital structure, the Board can propose to the shareholders the measures considered necessary.

The company tries to maintain a level of equity considered adequate to the business characteristics, in order to assure continuity and expansion of the business. The capital structure balance is monitored through the financial leverage ratio, defined as net debt/ (net debt + equity).

|                           | Jun-15      | Dec-14       | Jun-14      |
|---------------------------|-------------|--------------|-------------|
| Debt                      | 54.761.333  | 50.906.075   | 35.528.366  |
| Cash and Cash Equivalents | (7.692.891) | (12.530.999) | (8.640.515) |
| Net Debt                  | 47.068.442  | 38.375.076   | 26.887.851  |
| Equity                    | 125.984.125 | 129.234.240  | 131.244.106 |
| Leverage Ratio            | 27,20%      | 22,90%       | 17,00%      |

The gearing remains between acceptable levels, as established by management.

vi) Credit risk

Credit risk refers to the risk that the counterpart will default on its contractual obligations resulting in financial loss to the Group.

The Group's exposure to the credit risk is mainly associated to the receivable accounts of its ordinary activities. Before accepting new clients, the company obtains information from credit rating agencies and makes internal analysis to the collection risk and contingent processes through specific credit and legal departments, attributing credit limits by client, based on the information received.

Risk management seeks to guarantee an effective collection of its credits in the terms negotiated without impact on the financial Group's health. This risk is regularly monitored, being Management's objective (i) to impose credit limits to customers, considering the number of days of sales outstanding, individually or on groups of customers, (ii) control credit levels and (iii) perform regular impairment analysis. The Group obtains credit guarantees whenever the customers' financial situation demands.

Regarding independent dealership customers, the Group requires guarantees "on first demand", that, as disclosed in the notes to the consolidated financial statements of December 31, 2014, whenever these amounts are exceeded, these customers' supplies are suspended.

The adjustments for accounts receivable are calculated considering (a) the client risk profile, (b) the average time of receipt, (c) the client financial situation. The movements of these adjustments for the periods ending at June 30, 2015 and 2014 are stated in Note 23.

At June 30, 2015, the Group considers that there is no need for additional impairment losses, besides the amounts registered on those dates and stated, briefly, in Note 23.

The amount of customers and other debtors in financial statements, which is net of impairment losses, represents the maximum exposure of the Group to credit risk.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

2.3 CONVERSION OF FINANCIAL STATEMENTS OF FOREIGN COMPANIES

Exchange rates used in the conversion of foreign affiliated companies, as of June 30, 2015 and December 31, 2014 were as follows:

| 30-06-2015            |          |                                   |                                  |  |                              |
|-----------------------|----------|-----------------------------------|----------------------------------|--|------------------------------|
|                       | Currency | Final Exchange Rate for Jun-15    | Average Exchange Rate for Jun-15 | Exchange Rate at the Date of Incorporation | Final Exchange rate for 2014 |
| Caetano Auto CV, S.A. | CVE      | 0,009069                          | 0,009069                         | 0,009069                                   | 0,009069                     |
| Captions              |          | Balance Sheet except Shareholders | Income Statement                 | Share Capital                              | Retained Earnings            |

| 31-12-2014            |          |                                   |                                  |  |                              |
|-----------------------|----------|-----------------------------------|----------------------------------|--|------------------------------|
|                       | Currency | Final Exchange Rate for Dec-14    | Average Exchange Rate for Dec-14 | Exchange Rate at the Date of Incorporation | Final Exchange rate for 2013 |
| Caetano Auto CV, S.A. | CVE      | 0,009069                          | 0,009069                         | 0,009069                                   | 0,009069                     |
| Captions              |          | Balance Sheet except Shareholders | Income Statement                 | Share Capital                              | Retained Earnings            |

3. GROUP COMPANIES INCLUDED IN CONSOLIDATION

The affiliated companies included in consolidation by the full consolidation method and share of capital held as of June 30, 2015 and December 31, 2014, are as follows:

| Companies                                   | Effective Percentage Held |        |
|---|---------------------------|--------|
|   | Jun-15                    | Dec-14 |
| Toyota Caetano Portugal, SA                 | Parent Company            |        |
| Saltano - Investimentos e Gestão (SGPS), SA | 99,98%                    | 99,98% |
| Caetano Auto CV, SA                         | 81,24%                    | 81,24% |
| Caetano Renting, SA                         | 99,98%                    | 99,98% |
| Caetano - Auto, SA                          | 98,40%                    | 98,40% |

These subsidiaries were included in the consolidated financial statements using the full consolidation method, as established in IAS 27 – “Consolidated and Separate Financial Statements” (subsidiary control through the major voting rights or other method, being owner of the company’s share capital).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

4. CASH AND CASH EQUIVALENTS

As of June 30, 2015, December 31, 2014 and June 30, 2014 cash and cash equivalents detail was the following:

|                  | Jun-15           | Dec-14            | Jun-14           |
|------------------|------------------|-------------------|------------------|
| Cash             | 354.689          | 99.349            | 115.781          |
| Bank Deposits    | 7.337.067        | 12.427.086        | 8.524.158        |
| Cash equivalents | 1.135            | 4.564             | 576              |
|                  | <u>7.692.891</u> | <u>12.530.999</u> | <u>8.640.515</u> |

The Company and its affiliates have available credit facilities as of June 30, 2015 amounting to approximately 51 Million Euros (of which have been utilized 39 Million Euros), which can be used in future operational activities and to fulfil financial commitments. There are no restrictions on the use of these facilities. This amount is invested in different financial institutions, with no excessive concentration in any of them.

5. TANGIBLE FIXED ASSETS

During the six month period ended as of June 30, 2015 and 2014, the movement in tangible fixed assets, as well as in the respective accumulated depreciation and accumulated impairment losses, was as follows:

|  |  | 30-06-2015        |                                   |                         |                     |                          |                    |                             |                    |
|--|--|-------------------|-----------------------------------|-------------------------|---------------------|--------------------------|--------------------|-----------------------------|--------------------|
|  |  | Land              | Buildings and Other Constructions | Machinery and Equipment | Transport Equipment | Administrative Equipment | Other Fixed Assets | Tangible assets in Progress | Total              |
| <b>Gross Assets:</b>                                   |  |                   |                                   |                         |                     |                          |                    |                             |                    |
| Opening Balances                                       |  | 16.746.095        | 93.363.990                        | 58.647.320              | 45.865.853          | 7.649.868                | 4.266.949          | 69.000                      | 226.609.075        |
| Additions  |  | 37.978            | 94.417                            | 1.664.406               | 20.804.887          | 74.558                   | 22.265             | 1.083.967                   | 23.782.478         |
| Disposals and Write-offs                               |  | -                 | (1.491.839)                       | -                       | (7.378.767)         | -                        | -                  | -                           | (8.870.606)        |
| Transfer   |  | -                 | (8.774)                           | -                       | -                   | -                        | -                  | -                           | (8.774)            |
| Ending Balances  |  | <u>16.784.073</u> | <u>91.957.794</u>                 | <u>60.311.726</u>       | <u>59.291.973</u>   | <u>7.724.426</u>         | <u>4.289.214</u>   | <u>1.152.967</u>            | <u>241.512.173</u> |
| <b>Accumulated Depreciation and Impairment losses:</b> |  |                   |                                   |                         |                     |                          |                    |                             |                    |
| Opening Balances                                       |  | -                 | 59.461.724                        | 54.104.202              | 26.833.929          | 7.396.976                | 4.006.782          | -                           | 151.803.613        |
| Depreciations  |  | -                 | 1.189.541                         | 621.303                 | 3.936.437           | 55.100                   | 42.195             | -                           | 5.844.576          |
| Disposals and Write-offs                               |  | -                 | (1.491.839)                       | -                       | (2.843.102)         | -                        | -                  | -                           | (4.334.941)        |
| Transfer   |  | -                 | 3.043                             | (77)                    | -                   | 125                      | -                  | -                           | 3.091              |
| Ending Balances  |  | <u>-</u>          | <u>59.162.469</u>                 | <u>54.725.428</u>       | <u>27.927.264</u>   | <u>7.452.201</u>         | <u>4.048.977</u>   | <u>-</u>                    | <u>153.316.339</u> |
| Net Tangible Assets                                    |  | <u>16.784.073</u> | <u>32.795.325</u>                 | <u>5.586.298</u>        | <u>31.364.709</u>   | <u>272.225</u>           | <u>240.237</u>     | <u>1.152.967</u>            | <u>88.195.834</u>  |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

30-06-2014

|  | Land              | Buildings and Other Constructions | Machinery and Equipment | Transport Equipment | Administrative Equipment | Other Fixed Assets | Tangible assets in Progress | Total             |
|--|-------------------|-----------------------------------|-------------------------|---------------------|--------------------------|--------------------|-----------------------------|-------------------|
| <b>Gross Assets:</b>                                   |                   |                                   |                         |                     |                          |                    |                             |                   |
| Opening Balances                                       | 16.867.925        | 91.144.133                        | 57.516.232              | 43.398.838          | 7.546.027                | 4.167.209          | 2.379.299                   | 223.019.663       |
| Additions  | -                 | 264.675                           | 59.463                  | 15.357.802          | 33.105                   | 33.069             | 1.383.992                   | 17.132.106        |
| Disposals and Write-offs                               | -                 | (440.860)                         | (2.805)                 | (8.282.527)         | -                        | -                  | -                           | (8.726.192)       |
| Transfer   | (121.830)         | (925.388)                         | 223.343                 | -                   | -                        | -                  | (328.775)                   | (1.152.650)       |
| Ending Balances  | 16.746.095        | 90.042.560                        | 57.796.233              | 50.474.113          | 7.579.132                | 4.200.278          | 3.434.516                   | 230.272.927       |
| <b>Accumulated Depreciation and Impairment losses:</b> |                   |                                   |                         |                     |                          |                    |                             |                   |
| Opening Balances                                       | -                 | 58.171.836                        | 53.041.445              | 26.102.086          | 7.275.882                | 3.858.400          | -                           | 148.449.649       |
| Depreciations  | -                 | 1.156.703                         | 518.943                 | 3.575.999           | 56.064                   | 72.964             | -                           | 5.380.673         |
| Disposals and Write-offs                               | -                 | (435.569)                         | 104                     | (2.727.223)         | 9                        | -                  | -                           | (3.162.679)       |
| Transfer   | -                 | (671.740)                         | -                       | -                   | -                        | -                  | -                           | (671.740)         |
| Ending Balances  | -                 | 58.221.230                        | 53.560.492              | 26.950.862          | 7.331.955                | 3.931.364          | -                           | 149.995.903       |
| <b>Net Tangible Assets</b>                             | <b>16.746.095</b> | <b>31.821.330</b>                 | <b>4.235.741</b>        | <b>23.523.251</b>   | <b>247.177</b>           | <b>268.914</b>     | <b>3.434.516</b>            | <b>80.277.024</b> |

The movements registered in item "Transport Equipment" mainly refer to vehicles and forklifts that are being used by the Group as well as being rented, under operating lease, to clients.

As of December 31, 2014, the group has hired a specialized independent entity in order to determine the fair value of some of their Fixed Tangible Assets for which, according to internal and external factors, exhibit impairments signs.

At June 30, 2015 the caption tangible assets in progress is mainly associated with works of the project LC70.

Management believes that a possible change (within a scenario of normal) in the main assumptions used in calculating the fair value will not result in impairment losses, apart from the loss already registered.

As of June 30, 2015 and December 31, 2014, the assets acquired through financial leases are presented as follows:

|                       | Jun-15      |                           |            |
|-----------------------|-------------|---------------------------|------------|
|                       | Gross Value | Accumulated Depreciations | Net Value  |
| Fixed Tangible Assets | 21.068.190  | 3.614.726                 | 17.453.464 |

|                       | Dec-14      |                           |            |
|-----------------------|-------------|---------------------------|------------|
|                       | Gross Value | Accumulated Depreciations | Net Value  |
| Fixed Tangible Assets | 13.839.809  | 2.629.702                 | 11.210.107 |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

6. INVESTMENT PROPERTIES

As of June 30, 2015, December 31, 2014 and June 30, 2014, the caption "Investment properties" refers to real estate assets held to obtain gains through its rental or for capital gain purposes. These real estate assets are recorded at acquisition cost.

Rentals related to "Investment properties" are recorded in the caption "Other Operating Income" and amounted to 1.351.497 Euros as the six month period ended as of June 30, 2015 (1.501.319 Euros as of June 30, 2014) (note 29).

Additionally, in according with appraisals reported to December 31, 2014, the fair value of those investment properties amounts to, approximately, 54 million Euros.

Management believes that a possible change (within a scenario of normal) in the main assumptions used in calculating the fair value will not result in impairment losses, beyond from losses recognized in previous years.

The real estate assets recorded in the caption "Investment properties" as of June 30, 2015 and December 31, 2014 is made up as follows:

| Location  | Appraisal         | Jun-15               |            | Appraisal         | Dec-14               |            |
|---|-------------------|----------------------|------------|-------------------|----------------------|------------|
|   |                   | Net accounting value | Fair Value |                   | Net accounting value | Fair Value |
| Vila Nova de Gaia - Av. da República                                | internal          | 88.494               | 1.192.400  | internal          | 109.975              | 1.192.400  |
| Braga - Av. da Liberdade  | internal          | 705                  | 1.355.000  | internal          | 805                  | 1.355.000  |
| Porto - Rua do Campo Alegre   | internal/external | 966.417              | 2.876.500  | internal/external | 999.865              | 2.876.500  |
| Viseu - Teivas  | external          | 2.704.702            | 2.232.970  | external          | 2.362.971            | 2.232.970  |
| Óbidos - Casal do Lameiro   | internal          | 59.981               | 1.400.000  | internal          | 60.404               | 1.400.000  |
| Castro Daire - Av. João Rodrigues Cabrilho                          | internal          | 27.656               | 58.000     | internal          | 28.206               | 58.000     |
| Caldas da Rainha - Rua Dr. Miguel Bombarda                          | internal          | 17.531               | 85.000     | internal          | 17.531               | 85.000     |
| Viseu - Quinta do Cano  | internal          | 1.397.596            | 1.609.000  | internal          | 1.773.883            | 1.609.000  |
| Amadora - Rua Elias Garcia  | internal/external | 189.664              | 149.000    | internal/external | 191.393              | 149.000    |
| Portalegre - Zona Industrial  | internal          | 196.670              | 173.000    | internal          | 199.241              | 173.000    |
| Portimão - Cabeço do Mocho  | internal          | 424.782              | 410.000    | internal          | 424.782              | 410.000    |
| Vila Real de Santo António - Rua de Angola                          | internal          | 26.780               | 83.000     | internal          | 27.497               | 83.000     |
| Rio Maior   | internal          | 107.000              | 107.000    | internal          | 107.000              | 107.000    |
| S João de Lourosa - Viseu   | internal          | 45.190               | 487.030    | internal          | 45.190               | 487.030    |
| Vila Nova de Gaia - Av <sup>a</sup> Vasco da Gama (edifícios A e B) | external          | 1.612.963            | 9.048.000  | external          | 1.626.278            | 9.048.000  |
| Vila Nova de Gaia - Av <sup>a</sup> Vasco da Gama (edifícios G)     | internal          | 1.095.519            | 6.003.000  | internal          | 1.146.993            | 6.003.000  |
| Carregado - Quinta da Boa Água / Quinta do Peixoto                  | internal          | 5.962.473            | 23.828.000 | internal          | 6.002.898            | 23.828.000 |
| Lisboa - Av. Infante Santo  | internal          | 1.214.674            | 1.247.000  | internal          | 1.229.368            | 1.247.000  |
| Vila Nova de Gaia - Rua das Pereira                                 | internal          | 595.034              | 802.000    | internal          | 614.811              | 802.000    |
| Leiria - Azóia  | external          | 355.125              | 797.000    | external          | 355.125              | 797.000    |
| Others  | -                 | 21.012               | -          | -                 | 21.105               | -          |
|   |                   | 17.109.968           | 53.942.900 |                   | 17.345.321           | 53.942.900 |

The investment properties fair value disclosed in December 31, 2014 was determined by property valuation by independents appraisers (Market Method, Cost Method, Return Method and Use Method models).

Additionally, as a result of all internal assessments prepared by the Company at December 31, 2014 for the remaining properties and given the generalized inexistence of major works in 2014, the inexistence of relevant claims in 2014 and the inexistence of properties in areas of accelerated degradation, the Management believes will not have been significant changes to the fair value of these buildings in 2014, believing they are still valid and current values of the last external evaluation carried out in 2013 and 2012.

A of June 30, 2015 the values of the evaluation will be published at December 31, 2014 on the grounds that, given the generalized inexistence of major works in 2015, the inexistence of relevant claims in 2015 and the inexistence

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

of properties in areas of accelerated degradation there will be no significant change to the fair value of these properties.

The movement in the caption "Investment properties" as of June 30, 2015 and 2014 was as follows:

| 30-06-2015       |           |            |            |
|------------------|-----------|------------|------------|
| Gross Assets     | Land      | Buildings  | Total      |
| Opening Balances | 9.985.217 | 36.926.900 | 46.912.117 |
| Additions        | -         | 45.360     | 45.360     |
| Disposals        | -         | (669.169)  | (669.169)  |
| Transfer         | -         | (62.012)   | (62.012)   |
| Ending Balances  | 9.985.217 | 36.241.079 | 46.226.296 |

| 30-06-2015               |      |            |            |
|--------------------------|------|------------|------------|
| Accumulated Depreciation | Land | Buildings  | Total      |
| Opening Balances         | -    | 29.566.796 | 29.566.796 |
| Additions                | -    | 280.715    | 280.715    |
| Disposals                | -    | (669.169)  | (669.169)  |
| Transfer                 | -    | (62.014)   | (62.014)   |
| Ending Balances          | -    | 29.116.328 | 29.116.328 |

| 30-06-2014       |            |            |            |
|------------------|------------|------------|------------|
| Gross Assets     | Land       | Buildings  | Total      |
| Opening Balances | 9.879.302  | 34.996.495 | 44.875.797 |
| Transfer         | 121.830    | 1.030.819  | 1.152.648  |
| Disposals        | -          | (48.471)   | (48.471)   |
| Ending Balances  | 10.001.131 | 35.978.843 | 45.979.974 |

| 30-06-2014               |      |            |            |
|--------------------------|------|------------|------------|
| Accumulated Depreciation | Land | Buildings  | Total      |
| Opening Balances         | -    | 28.373.070 | 28.373.070 |
| Additions                | -    | 286.839    | 286.839    |
| Disposals                | -    | (48.471)   | (48.471)   |
| Transfer                 | -    | 671.740    | 671.740    |
| Ending Balances          | -    | 29.283.178 | 29.283.178 |

The transfer occurred in 2014 due to the reclassification of tangible assets to investment properties, that are leased.

7. GOODWILL

At June 30, 2015 and 2014 there were not any movements in item "Goodwill".

The item "Goodwill" is totally related to the amount calculated in the acquisition of the affiliate Movicago whose business was transferred to the parent Toyota Caetano Portugal, S.A.

The Goodwill is not depreciated. Impairment tests are made annually to the Goodwill. At June 30, 2015 there are no signs of impairment, so it was not necessary to carry out impairment tests.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

8. INTANGIBLE ASSETS

During the six month period ended as of June 30, 2015 and 2014, the movement in intangible assets, as well as in the respective accumulated depreciation and accumulated impairment losses, was as follows:

| 30-06-2015   |                                   |                     |          |                   |                               |                |
|--|-----------------------------------|---------------------|----------|-------------------|-------------------------------|----------------|
|  | Research and Development Expenses | Industrial Property | Goodwill | Computer Programs | Intangible assets in progress | Total          |
| <b>Gross Assets:</b>                                   |                                   |                     |          |                   |                               |                |
| Opening Balances                                       | -                                 | 259.977             | 81.485   | 1.985.411         | 24.202                        | 2.351.075      |
| Additions  | 471.104                           | -                   | -        | 18.567            | -                             | 489.671        |
| Ending Balances  | 471.104                           | 259.977             | 81.485   | 2.003.978         | -                             | 2.840.746      |
| <b>Accumulated Depreciation and Impairment losses:</b> |                                   |                     |          |                   |                               |                |
| Opening Balances                                       | -                                 | 144.391             | 81.485   | 1.470.283         | -                             | 1.696.159      |
| Depreciations  | 78.517                            | 9.568               | -        | 92.402            | -                             | 180.487        |
| Ending Balances  | 78.517                            | 153.959             | 81.485   | 1.562.685         | -                             | 1.876.646      |
| <b>Net Intangible Assets</b>                           | <b>392.587</b>                    | <b>106.018</b>      | <b>-</b> | <b>441.293</b>    | <b>24.202</b>                 | <b>964.100</b> |

| 30-06-2014   |                     |          |                   |                               |                |
|--|---------------------|----------|-------------------|-------------------------------|----------------|
|  | Industrial Property | Goodwill | Computer Programs | Intangible assets in progress | Total          |
| <b>Gross Assets:</b>                                   |                     |          |                   |                               |                |
| Opening Balances                                       | 140.816             | 81.485   | 1.868.422         | 12.374                        | 2.103.097      |
| Additions  | -                   | -        | -                 | 14.811                        | 14.811         |
| Transfer and Write-offs                                | -                   | -        | -                 | (6.187)                       | (6.187)        |
| Ending Balances  | 140.816             | 81.485   | 1.868.422         | 20.998                        | 2.111.721      |
| <b>Accumulated Depreciation and Impairment losses:</b> |                     |          |                   |                               |                |
| Opening Balances                                       | 117.328             | 81.485   | 1.320.209         | -                             | 1.519.022      |
| Depreciations  | 11.648              | -        | 70.515            | -                             | 82.163         |
| Transfer and Write-offs                                | (196)               | -        | (3)               | -                             | (199)          |
| Ending Balances  | 128.780             | 81.485   | 1.390.721         | -                             | 1.600.986      |
| <b>Net Intangible Assets</b>                           | <b>12.036</b>       | <b>-</b> | <b>477.701</b>    | <b>20.998</b>                 | <b>510.735</b> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

9. FINANCIAL INVESTMENTS

9.1 AVAILABLE FOR SALE FINANCIAL INVESTMENTS

During the period ended as of June 30, 2015, and December 31, 2014 and June 30, 2014 the movements in item "Investments available for sale" were as follows:

|                                       | Non-current assets |           |           |
|---------------------------------------|--------------------|-----------|-----------|
|                                       | Jun-15             | Dec-14    | Jun-14    |
| <u>Available for sale Investments</u> |                    |           |           |
| Fair value at January 1               | 3.119.634          | 3.341.376 | 3.341.376 |
| Increase/(decrease) in fair value     | 215.414            | (221.742) | 38.659    |
| Fair value at the date of reference   | 3.335.048          | 3.119.634 | 3.380.035 |

As of June 30, 2015, the available for sale Investments break down as follows:

- Cimóvel - Real Estate Investment Fund: the amount of 3.268.312 Euros corresponding to 580.476 shares which are recorded at its fair value as of June 30, 2015. It should be noted that the acquisition cost of those shares amounted to 3.013.947 Euros, and constituted a reserve on equity (Fair value reserve) in the amount of 254.365, which reflects the subsequent valuation;
- The remaining "Investments available for sale" refer to small investments in non listed companies. The Board of Directors consider that the net accounting value is similar to its fair value.

Additionally, the impact in equity and impairment losses during the six month period ended as of June 30, 2015 and 2014 from recording "Investments held for sale" at fair value can be summarized as follows:

|                        | <u>Jun-15</u>  | <u>Jun-14</u> |
|------------------------|----------------|---------------|
| Increase in fair value | 215.414        | 38.659        |
|                        | <u>215.414</u> | <u>38.659</u> |

10. INVENTORIES

As of June 30, 2015, December 31, 2014 and June 30, 2014, this caption breakdown is as follows:

|  | Jun-15            | Dec-14            | Jun-14            |
|--|-------------------|-------------------|-------------------|
| Raw and subsidiary Materials                           | 7.684.910         | 3.938.945         | 4.186.945         |
| Production in Process                                  | 1.211.575         | 1.058.306         | 928.698           |
| Finished and semi-finished Products                    | 5.655.385         | 5.503.201         | 1.987.870         |
| Merchandise  | 61.023.112        | 61.390.733        | 43.731.718        |
|  | 75.574.982        | 71.891.185        | 50.835.231        |
| Accumulated impairment losses in inventories (Note 23) | (1.876.301)       | (1.901.129)       | (1.630.284)       |
|  | <u>73.698.681</u> | <u>69.990.056</u> | <u>49.204.947</u> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

During the six month period ended as of June 30, 2015 and 2014, cost of sales was as follows:

|                  | Jun-15       |                              |              | Jun-14       |                              |              |
|------------------|--------------|------------------------------|--------------|--------------|------------------------------|--------------|
|                  | Merchandise  | Raw and subsidiary Materials | Total        | Merchandise  | Raw and subsidiary Materials | Total        |
| Opening Balances | 61.390.733   | 3.938.945                    | 65.329.678   | 40.766.744   | 2.634.224                    | 43.400.968   |
| Net Purchases    | 115.296.452  | 10.056.407                   | 125.352.859  | 91.958.334   | 12.984.394                   | 104.942.728  |
| Ending Balances  | (61.023.112) | (7.684.910)                  | (68.708.022) | (43.731.718) | (4.186.945)                  | (47.918.663) |
| Total            | 115.664.073  | 6.310.442                    | 121.974.515  | 88.993.360   | 11.431.673                   | 100.425.033  |

During the six month period ended as of June 30, 2015 and 2014, the variation in production was computed as follows:

|                         | Finished and semi-finished products |             |
|-------------------------|-------------------------------------|-------------|
|                         | Jun-15                              | Jun-14      |
| Ending Balances         | 6.866.960                           | 2.916.568   |
| Inventories adjustments | (203.332)                           | -           |
| Opening Balances        | (6.561.507)                         | (1.229.071) |
| Total                   | 102.121                             | 1.687.497   |

11. ACCOUNTS RECEIVABLE

As of June 30, 2015, December 31, 2014 and June 30, 2014, the detail of this caption was as follows:

|  | CURRENT ASSETS |              |              | NON-CURRENT ASSETS |         |         |
|--|----------------|--------------|--------------|--------------------|---------|---------|
|  | Jun-15         | Dec-14       | Jun-14       | Jun-15             | Dec-14  | Jun-14  |
| Customers, current accounts                                    | 51.941.935     | 57.485.724   | 52.072.881   | 116.239            | 108.556 | 531.917 |
| Doubtful Accounts Receivable                                   | 10.345.503     | 10.346.220   | 10.822.022   | -                  | -       | -       |
|  | 62.287.438     | 67.831.944   | 62.894.903   | 116.239            | 108.556 | 531.917 |
| Accumulated impairment losses in accounts Receivable (Note 23) | (10.337.898)   | (10.338.615) | (10.593.294) | -                  | -       | -       |
|  | 51.949.540     | 57.493.329   | 52.301.609   | 116.239            | 108.556 | 531.917 |

Accounts receivable from customers recorded as non current assets corresponds to the customers of the affiliated company Caetano-Auto, S.A. and Toyota Caetano Portugal, S.A. that are being paid under formal agreements (whose terms of payment may vary between 1 to 7 years, and which bear interests).

Group exposure to credit risk is mainly related to trade receivables resulting from its operational activity. Before accepting new customers, the Group contacts credit rating agencies and performs internal analysis of credit risk, through specific credit control, collection and legal service departments, and assigns credit limits by customer, based on the gathered information.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

Accounts receivable aging

Debt maturity without recognition of losses by impairment

30-06-2015

|                     | - 60 days  | 60-90 days | 90-120 days | + 120 days | Total      |
|---------------------|------------|------------|-------------|------------|------------|
| Accounts receivable | 28.629.977 | 1.861.824  | 1.478.031   | 13.711.847 | 45.681.679 |
| Employees           | 12.288     | -          | -           | 167.343    | 179.631    |
| Independent Dealers | 5.818.991  | 223.851    | -           | 154.022    | 6.196.864  |
| Total               | 34.461.256 | 2.085.675  | 1.478.031   | 14.033.212 | 52.058.174 |

31-12-2014

|                     | - 60 days  | 60-90 days | 90-120 days | + 120 days | Total      |
|---------------------|------------|------------|-------------|------------|------------|
| Accounts receivable | 33.872.390 | 1.984.371  | 869.256     | 14.534.454 | 51.260.471 |
| Employees           | 108        | -          | -           | 170.679    | 170.787    |
| Independent Dealers | 5.643.983  | 247.642    | 132.215     | 139.182    | 6.163.022  |
| Total               | 39.516.481 | 2.232.013  | 1.001.471   | 14.844.315 | 57.594.280 |

Debt maturity with recognition of losses by impairment

30-06-2015

|                              | - 60 days | 60-90 days | 90-120 days | + 120 days | Total      |
|------------------------------|-----------|------------|-------------|------------|------------|
| Doubtful Accounts Receivable | 883       | 2.169      | 508         | 10.341.943 | 10.345.503 |
| Total                        | 883       | 2.169      | 508         | 10.341.943 | 10.345.503 |

31-12-2014

|                              | - 60 days | 60-90 days | 90-120 days | + 120 days | Total      |
|------------------------------|-----------|------------|-------------|------------|------------|
| Doubtful Accounts Receivable | -         | -          | -           | 10.346.220 | 10.346.220 |
| Total                        | -         | -          | -           | 10.346.220 | 10.346.220 |

The amounts presented in the consolidated Statement of financial position are net of accumulated impairment losses to doubtful accounts receivable estimated by the Group, in accordance with its experience based on its evaluation of the economic environment at the statement of financial position date. Credit risk concentration is limited, because the customers' basis is wider and not relational. Thus, the Board of Directors understands that the accounting values of accounts receivable are similar to their respective fair value.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

12. OTHER CREDITS

As of June 30, 2015, December 31, 2014 and June 30, 2014, the detail of this caption was as follows:

|                            | Current Assets |           |           |
|----------------------------|----------------|-----------|-----------|
|                            | Jun-15         | Dec-14    | Jun-14    |
| Down Payments to Suppliers | 2.049.848      | 1.058.748 | 554.639   |
| Other debtors              | 1.980.294      | 3.358.557 | 5.839.613 |
|                            | 4.030.142      | 4.417.305 | 6.394.252 |

This caption includes, as of June 30, 2015, the amount of, approximately, 800.000 Euros (800.000 Euros as of December 31, 2014) to be received from Salvador Caetano Auto Africa, SGPS, S.A..

It is noted that this amount also includes an account receivable in the amount of 885.000 Euros from the related party Fundação Salvador Caetano (863.000 Euros on December 31, 2014).

13. OTHER CURRENT ASSETS

As of June 30, 2015, December 31, 2014 and June 30, 2014, the detail of this caption was as follows:

|                                    | Jun-15    | Dec-14    | Jun-14    |
|------------------------------------|-----------|-----------|-----------|
| Accrued Income                     |           |           |           |
| Commissions                        | 355.643   | 198.065   | 155.434   |
| Rappel                             | 314.589   | 765.551   | 489.336   |
| Warranty claims                    | 235.607   | 186.682   | 199.370   |
| Fleet programs and Bonus suppliers | 231.036   | 978.000   | 281.257   |
| Assignment of staff                | 30.110    | 33.979    | 29.686    |
| Interest                           | 12.209    | 16.097    | 153.211   |
| Fee's                              | -         | 49.287    | -         |
| Others                             | 709.868   | 581.519   | 267.896   |
|                                    | 1.889.062 | 2.809.180 | 1.576.190 |
| Deferred Expenses                  |           |           |           |
| Insurance                          | 231.854   | 108.271   | 343.273   |
| Rentals                            | 22.305    | 113.472   | 90.519    |
| Interest                           | 4.515     | 10.923    | 10.943    |
| Professional Services              | -         | -         | 96.290    |
| Charges on bank guarantees         | -         | -         | 772       |
| Others                             | 429.050   | 173.636   | 290.634   |
|                                    | 687.724   | 406.302   | 832.431   |
| Total                              | 2.576.786 | 3.215.482 | 2.408.622 |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

14. DEFERRED TAXES

The detail of deferred tax assets and liabilities recorded in the accompanying consolidated financial statements as of June 30, 2015 and 2014 is as follows:

| 30-06-2015   |                    |                                   |                    |
|--|--------------------|-----------------------------------|--------------------|
|  | <u>Dec-14</u>      | <u>Profit and<br/>Loss Impact</u> | <u>Jun-15</u>      |
| <u>Deferred tax assets:</u>  |                    |                                   |                    |
| Provisions not accepted for tax purpose                                | 372.370            | -                                 | 372.370            |
| Tax losses   | 1.248.074          | (164.295)                         | 1.083.779          |
| Pension Fund liabilities   | 1.100.000          | -                                 | 1.100.000          |
| Write-off of tangible assets/inventories                               | 410.521            | (160.318)                         | 250.203            |
| Derivative financial instruments valuation                             | 48.447             | (17.722)                          | 30.725             |
|  | <u>3.179.412</u>   | <u>(342.335)</u>                  | <u>2.837.077</u>   |
| <u>Deferred tax liabilities:</u>                                       |                    |                                   |                    |
| Depreciation as a result of legal and free revaluation of fixed assets | (703.938)          | -                                 | (703.938)          |
| Effect of the reinvestments of the surplus in fixed assets sales       | (190.200)          | -                                 | (190.200)          |
| Tax gains according to n.º 7 Artº7 30/G 2000 Portuguese Law            | (5.136)            | -                                 | (5.136)            |
| Fair value of fixed assets   | (898.732)          | -                                 | (898.732)          |
|  | <u>(1.798.006)</u> | <u>-</u>                          | <u>(1.798.006)</u> |
| Net effect ( Note 25 )   |                    | <u>(342.335)</u>                  |                    |

| 30-06-2014   |                    |                                   |                    |
|--|--------------------|-----------------------------------|--------------------|
|  | <u>Dec-13</u>      | <u>Profit and<br/>Loss Impact</u> | <u>Jun-14</u>      |
| <u>Deferred tax assets:</u>  |                    |                                   |                    |
| Provisions not accepted for tax purpose                                | 447.049            | -                                 | 447.049            |
| Tax losses   | 1.758.647          | -                                 | 1.758.647          |
| Write-off of tangible assets   | 615.369            | (329.097)                         | 286.272            |
| Write-off of deferred costs  | 6.793              | -                                 | 6.793              |
| Derivative financial instruments valuation                             | 44.033             | 11.700                            | 55.733             |
|  | <u>2.871.892</u>   | <u>(317.397)</u>                  | <u>2.554.495</u>   |
| <u>Deferred tax liabilities:</u>                                       |                    |                                   |                    |
| Depreciation as a result of legal and free revaluation of fixed assets | (902.133)          | -                                 | (902.133)          |
| Effect of the reinvestments of the surplus in fixed assets sales       | (233.602)          | -                                 | (233.602)          |
| Future costs that will not be accepted fiscally                        | (44.077)           | -                                 | (44.077)           |
| Tax gains according to n.º 7 Artº7 30/G 2000 Portuguese Law            | (11.299)           | -                                 | (11.299)           |
| Fair value of fixed assets   | (898.732)          | -                                 | (898.732)          |
|  | <u>(2.089.843)</u> | <u>-</u>                          | <u>(2.089.843)</u> |
| Net effect ( Note 25 )   |                    | <u>(317.397)</u>                  |                    |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

In accordance with the applicable legislation in Portugal, tax losses can be carried forward for the following periods:

- i) Tax losses reported until December 31, 2009: 6 years
- ii) Tax losses reported in 2010 and 2011: 4 years
- iii) Tax losses reported in 2012 and 2013: 5 years
- iv) Tax losses reported for periods beginning on or after 2014: 12 years

In June 30, 2015 (date of the latest tax returns delivered), the companies of the Group reported the following tax losses, for which tax deferred assets have been recognized:

| Jun-15                                     |                  |                     |             |
|--|------------------|---------------------|-------------|
| With Latest date of utilization:           | Tax Losses       | Deferred tax Assets | Expiry date |
| <u>At 2012</u>                             |                  |                     |             |
| - Consolidated Tax Toyota Caetano Portugal | 5.107.331        | 1.072.539           | 2017        |
| <u>At 2013</u>                             |                  |                     |             |
| - Consolidated Tax Toyota Caetano Portugal | 53.524           | 11.240              | 2018        |
|  | <u>5.160.855</u> | <u>1.083.779</u>    |             |

From January, 2012 (inclusive), the deduction of tax losses carried forward, established in previous years or in progress (includes all reported losses identified in i), ii) and iii)) is limited to 75% of the taxable profit assessed in the relevant fiscal year and from 2014 (inclusive) is limited to 70% of taxable income in each year. This situation requires the annual evaluation of the amount of deferred tax can be recovered within the time indicated above.

As of June 30, 2015 and 2014 tax rates used to compute current and deferred tax assets and liabilities were as follows:

|                                 | Tax rates   |             |
|---------------------------------|-------------|-------------|
|                                 | Jun-15      | Jun-14      |
| Country of origin of affiliate: |             |             |
| Portugal                        | 22,5% - 21% | 24,5% - 23% |
| Cape Verde                      | 25,5%       | 25,5%       |

Toyota Caetano Group companies with head office in Portugal are taxed according to the Corporate Income Tax (CIT) in accordance with the Special Taxation Regimen for Groups of Companies ("Regime Especial de Tributação de Grupos de Sociedades - RETGS") as established by articles 69 and 70 of the CIT.

In accordance with the applicable legislation, the income tax returns of Toyota Caetano and other Group companies with headquarters in Portugal are subject to review and correction by the tax authorities for a 4-year period. Therefore, the tax declarations since the year of 2011 and 2014 are still subject to review. Statements regarding the Social Security may be revised over a period of five years. The Board of Directors believe that the corrections that may arise from such reviews/inspections will not have a significant impact in the accompanying consolidated financial statements.

Under the terms of article 88 of the Corporate Income Tax Code, the companies with headquarters in Portugal are additionally subject to an income tax over a set of expenses at the rates foreseen in the above mentioned article.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

15. EQUITY

As of June 30, 2015, the Company's share capital, fully subscribed and paid for, consisted of 35.000.000 bearer shares, with a nominal value of 1 Euro each.

The entities with over 20% of subscribed capital are as follows:

|                                     |        |
|-------------------------------------|--------|
| - Grupo Salvador Caetano SGPS, S.A. | 60,82% |
| - Toyota Motor Europe NV/SA         | 27,00% |

Dividends

According to the General shareholders meeting deliberation, as of April 30, 2015, was paid to shareholders a dividend of 0,08 Euros per share (2.8 million Euros) and an additional distribution of 1.750.000 Euros from retained earnings and free reserves.

Legal reserve

Commercial legislation establishes that at least 5% of the net profit of each year must be appropriated to a legal reserve until this reserve equals the statutory minimum requirement of 20% of the share capital. This reserve is not available for distribution, except in case of dissolution of the Company, but may be used in share capital increases or used to absorb accumulated losses once other reserves have been exhausted.

Revaluation reserves

The revaluation reserves cannot be distributed to the share holders, except if they are completely depreciated and if the respective assets that were revaluated have been alienated.

Translation reserves

The translation reserves reflect the currency variations during the passage of the financial statements of affiliated companies in a currency other than Euro and cannot be distributed or used to absorb losses.

Fair value reserves

The fair value reserves reflect the fair value variations of the investments available for sale and cannot be distributed or used to absorb losses.

According to the Portuguese law, the amount of distributable reserves is determined according to the individual financial statements of Toyota Caetano Portugal, presented according to the Normas Contabilísticas e de Relato Financeiro (NCRF, Portuguese GAAP).

Other Reserves

Referring to reserves with free reserves, making them distributable according to the commercial legislation in force.

16. NON CONTROLLED INTERESTS

Movements in this caption during the period ended as of June 30, 2015, December 31, 2014 and June 30, 2014 were as follows:

|  | Jun-15    | Dec-14    | Jun-14    |
|--|-----------|-----------|-----------|
| Opening Balances as of January 1                   | 1.630.768 | 1.646.250 | 1.646.250 |
| Others   | 1         | (1.970)   | (1.529)   |
| Net profit attributable to Non-controlled Interest | 25.148    | (13.512)  | (5.214)   |
|  | 1.655.917 | 1.630.768 | 1.639.507 |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

The decomposition of the mentioned value by subsidiary company is as follows:

| Subsidiary                                  | % INC  | Non Controlled Interests | Net Income attributable to Non Controlled Interests |
|---|--------|--------------------------|---|
| Saltano - Investimentos e Gestão (SGPS), SA | 0,02%  | 4.037                    | -   |
| Caetano Auto CV, SA                         | 18,76% | 1.096.721                | 26.100  |
| Caetano Renting, SA                         | 0,02%  | 491                      | (28)  |
| Caetano - Auto, SA                          | 1,60%  | 554.668                  | (924)   |
|   |        | <u>1.655.917</u>         | <u>25.148</u>                                       |

The resume of financial information related to each subsidiary that is consolidated is presented below:

| Caption                 | Caetano Auto       | Caetano Renting   | Saltano           | Caetano Auto CV  |
|-------------------------|--------------------|-------------------|-------------------|------------------|
| Non Current Assets      | 51.477.096         | 14.959.102        | 21.842.210        | 1.471.798        |
| Current Assets          | 54.814.512         | 4.286.118         | 2.054.788         | 6.254.504        |
| <b>Total Assets</b>     | <b>106.291.608</b> | <b>19.245.220</b> | <b>23.896.998</b> | <b>7.726.302</b> |
| Non Current Liabilities | 4.683.608          | 200.014           | -                 | -                |
| Current Liabilities     | 64.773.780         | 16.461.021        | 3.581.418         | 1.930.217        |
| <b>Equity</b>           | <b>36.834.220</b>  | <b>2.584.185</b>  | <b>20.315.580</b> | <b>5.796.085</b> |
| Revenues                | 93.575.899         | 1.651.506         | -                 | 3.735.905        |
| Operating Results       | 382.879            | (149.733)         | (1.539)           | 135.161          |
| Financial Results       | (122.471)          | (682)             | -                 | (4.056)          |
| Taxes                   | (99.248)           | -                 | -                 | -                |
| <b>Net Income</b>       | <b>161.160</b>     | <b>(150.415)</b>  | <b>(1.539)</b>    | <b>131.105</b>   |

17. BANK LOANS

As of June 30, 2015, December 31, 2014 and June 30, 2014 the caption "Loans" was as follows:

|                 | Jun-15            |                   |                   | Dec-14            |                   |                   | Jun-14            |                   |                   |
|-----------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
|                 | Current           | Non-Current       | Total             | Current           | Non-Current       | Total             | Current           | Non-Current       | Total             |
| Bank Loan       | 23.542.105        | 14.131.579        | 37.673.684        | 25.242.105        | 15.052.632        | 40.294.737        | 19.242.105        | 6.973.683         | 26.215.788        |
| Finance Leases  | 2.999.335         | 13.111.273        | 16.110.608        | 1.507.723         | 8.084.600         | 9.592.323         | 1.603.046         | 7.143.804         | 8.746.850         |
| Bank Overdrafts | 977.040           | -                 | 977.040           | 746.337           | -                 | 746.337           | 20.372            | -                 | 20.372            |
| Other Loans     | -                 | -                 | -                 | 272.678           | -                 | 272.678           | 545.356           | -                 | 545.356           |
|                 | <u>27.518.480</u> | <u>27.242.852</u> | <u>54.761.332</u> | <u>27.768.843</u> | <u>23.137.232</u> | <u>50.906.075</u> | <u>21.410.879</u> | <u>14.117.487</u> | <u>35.528.366</u> |

Toyota Caetano Portugal, S.A.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

As of June 30, 2015 and December 31, 2014, the detail of bank loans, overdrafts, others loans and Commercial Paper Programs, as well as its conditions, were as follows:

| 30-06-2015                      |                          |                          |                |            |
|---------------------------------|--------------------------|--------------------------|----------------|------------|
| Description/Beneficiary Company | Used Amount              | Limit                    | Beginning Date | Date-Limit |
| <u>Non-current</u>              |                          |                          |                |            |
| Loan – mutual contract          |                          |                          |                |            |
| Toyota Caetano Portugal         | 5.131.579                | 5.131.579                | 22-06-2012     | 5 years    |
| Toyota Caetano Portugal         | 9.000.000                | 9.000.000                | 15-10-2014     | 3 years    |
|                                 | <u>14.131.579</u>        | <u>14.131.579</u>        |                |            |
| <u>Current</u>                  |                          |                          |                |            |
| Bank Loan                       | 9.000.000                | 9.000.000                |                |            |
| Loan – mutual contract          | 1.842.105                | 1.842.105                | 22-06-2012     |            |
| Bank Overdrafts                 | 977.040                  | 7.500.000                |                |            |
| Confirming                      | -                        | 5.000.000                |                |            |
| Commercial Paper:               |                          |                          |                |            |
| Toyota Caetano Portugal         | 9.200.000                | 9.200.000                | 27-11-2012     | 5 years    |
| Toyota Caetano Portugal         | 3.500.000                | 3.500.000                | 26-11-2012     | 5 years    |
|                                 | <u>24.519.145</u>        | <u>37.042.105</u>        |                |            |
|                                 | <u><u>38.650.724</u></u> | <u><u>51.173.684</u></u> |                |            |

| 31-12-2014                      |                          |                          |                |            |
|---------------------------------|--------------------------|--------------------------|----------------|------------|
| Description/Beneficiary Company | Used Amount              | Limit                    | Beginning Date | Date-Limit |
| <u>Non-current</u>              |                          |                          |                |            |
| Loan – mutual contract          |                          |                          |                |            |
| Toyota Caetano Portugal         | 6.052.632                | 6.052.632                | 22-06-2012     | 5 years    |
| Toyota Caetano Portugal         | 9.000.000                | 9.000.000                | 15-10-2014     | 3 years    |
|                                 | <u>15.052.632</u>        | <u>15.052.632</u>        |                |            |
| <u>Current</u>                  |                          |                          |                |            |
| Bank Loan                       | 10.000.000               | 10.000.000               |                |            |
| Loan - mutual contract          | 1.842.105                | 1.842.105                | 22-06-2012     |            |
| Bank Overdrafts                 | 746.337                  | 7.500.000                |                |            |
| Refundable subsidies            | 272.678                  | 272.678                  | 30-01-2009     | 6 years    |
| Confirming                      | -                        | 5.000.000                |                |            |
| Commercial Paper:               |                          |                          |                |            |
| Toyota Caetano Portugal         | 9.200.000                | 9.200.000                | 27-11-2012     | 5 years    |
| Toyota Caetano Portugal         | 4.200.000                | 4.200.000                | 26-11-2012     | 5 years    |
|                                 | <u>26.261.120</u>        | <u>38.014.783</u>        |                |            |
|                                 | <u><u>41.313.752</u></u> | <u><u>53.067.415</u></u> |                |            |

Next, we present below the debt amount outstanding, for which there have been granted mortgages (note 35):

- Loan - mutual contract: 6.973.684.
- Commercial Paper: 9.200.000.

Interests relating to the above mentioned bank loans are indexed to Euribor interest rates, increased with a spread that varies from 1,75 to 3,75 bps.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

With the closure of the project application n.º 00/07099 of the program SIME A of AICEP (Agência para o Investimento e Comércio Externo de Portugal, E.P.) was granted a refundable incentive have been already full amortized.

The item “Leasings” (current and non-current) is related to the purchase of facilities and equipment. The detail of this caption, as well as the reimbursement plan can be summarized as follows:

| Contract        | Leasings              | Short-term | Medium-and long-term |           |           |           | TOTAL      | TOTAL      |
|-----------------|-----------------------|------------|----------------------|-----------|-----------|-----------|------------|------------|
|                 |                       |            | 2017                 | 2018      | 2019      | > 2020    |            |            |
| 2028278         | Commercial facilities |            |                      |           |           |           |            |            |
|                 | Capital               | 95.360     | 96.077               | 96.800    | 97.529    | 266.719   | 557.125    | 652.485    |
|                 | Interests             | 4.566      | 3.849                | 3.126     | 2.397     | 2.769     | 12.141     | 16.707     |
| 559769          | Commercial facilities |            |                      |           |           |           |            |            |
|                 | Capital               | 61.574     | 61.883               | 62.193    | 62.505    | 649.090   | 835.671    | 897.245    |
|                 | Interests             | 4.345      | 4.037                | 3.415     | 3.415     | 15.966    | 26.833     | 31.178     |
| 626064          | Commercial facilities |            |                      |           |           |           |            |            |
|                 | Capital               | 152.440    | 157.861              | 163.476   | 169.290   | 984.595   | 1.475.222  | 1.627.662  |
|                 | Interests             | 53.936     | 48.515               | 42.900    | 37.086    | 90.585    | 219.086    | 273.022    |
| Various         | Industrial Equipment  |            |                      |           |           |           |            |            |
|                 | Capital               | 2.689.961  | 1.389.968            | 2.561.604 | 2.448.309 | 3.843.374 | 10.243.255 | 12.933.216 |
|                 | Interests             | 329.890    | 260.588              | 182.927   | 106.752   | 41.784    | 592.051    | 921.941    |
| Total Capital   |                       | 2.999.335  | 1.705.789            | 2.884.073 | 2.777.633 | 5.743.778 | 13.111.273 | 16.110.608 |
| Total Interests |                       | 392.737    | 316.989              | 232.368   | 149.650   | 151.104   | 850.111    | 1.242.848  |

Debt Maturity

The maturities of existing loans at June 30, 2015 can be summarized as follows:

|                        | 2016       | 2017      | 2018      | 2019      | > 2020    | Total      |
|------------------------|------------|-----------|-----------|-----------|-----------|------------|
| Loan – mutual contract | 1.842.105  | 3.842.105 | 3.842.105 | 6.447.369 | -         | 15.973.684 |
| Bank Overdrafts        | 977.040    | -         | -         | -         | -         | 977.040    |
| Paper Commercial       | 12.700.000 | -         | -         | -         | -         | 12.700.000 |
| Bank Loan              | 9.000.000  | -         | -         | -         | -         | 9.000.000  |
| Finance Leases         | 2.999.335  | 1.705.789 | 2.884.073 | 2.777.633 | 5.743.778 | 16.110.608 |
| Total loans            | 27.518.480 | 5.547.894 | 6.726.178 | 9.225.002 | 5.743.778 | 54.761.332 |

18. ACCOUNTS PAYABLE

As of June 30, 2015, December 31, 2014 and June 30, 2014 this caption was composed of current accounts with suppliers, which end at short term.

The Group, relating to financial risk management, has implemented policies to ensure that all liabilities are paid for within the defined payment period.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

19. OTHER CREDITORS

As of June 30, 2015, December 31, 2014 and June 30, 2014 the detail of other creditors was as follows:

|                                 | Current Liabilities |                  |                  |
|---------------------------------|---------------------|------------------|------------------|
|                                 | Jun-15              | Dec-14           | Jun-14           |
| Shareholders                    | 12.045              | 12.740           | 12.761           |
| Advance payments from customers | 948.683             | 1.094.051        | 592.111          |
| Other Creditors                 | 672.536             | 633.713          | 563.311          |
|                                 | <u>1.633.264</u>    | <u>1.740.504</u> | <u>1.168.183</u> |

20. PUBLIC ENTITIES

As of June 30, 2015, December 31, 2014 and June 30, 2014 the caption public entities can be summarized as follows:

|   | Current Assets   |                |                  |
|---|------------------|----------------|------------------|
|   | Jun-15           | Dec-14         | Jun-14           |
| Public Entities                                     |                  |                |                  |
| Income Tax (estimated tax)                          | -                | 588.928        | (240.091)        |
| Income Tax (recover tax, advance tax pay and RETGS) | 1.393.300        | 408.278        | 1.132.371        |
| Value Added Taxes                                   | 1.348.537        | -              | 1.031.240        |
|   | <u>2.741.837</u> | <u>997.206</u> | <u>1.923.520</u> |

| Public Entities                      | Current Liabilities |                   |                  |
|--------------------------------------|---------------------|-------------------|------------------|
|                                      | Jun-15              | Dec-14            | Jun-14           |
| Income Taxes withheld                | 428.313             | 354.852           | 391.952          |
| Value Added Taxes                    | 6.193.267           | 7.476.294         | 5.674.371        |
| Income Tax (estimated tax) (Note 25) | 238.704             | -                 | -                |
| Vehicles Tax                         | 2.033.735           | 2.209.294         | -                |
| Custom Duties                        | 144.301             | 71.802            | -                |
| Employee's social contributions      | 799.031             | 621.468           | 739.143          |
| Others                               | 276.098             | 204.742           | 263.359          |
|                                      | <u>10.113.449</u>   | <u>10.938.452</u> | <u>7.068.825</u> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

21. OTHER CURRENT LIABILITIES

As of June 30, 2015, December 31, 2014 and June 30, 2014 the caption "Other Current Liabilities" was as follows:

|   | Jun-15            | Dec-14            | Jun-14            |
|---|-------------------|-------------------|-------------------|
| <b>Accrued Cost</b>                           |                   |                   |                   |
| Vacation pay and bonus                        | 6.689.841         | 4.823.433         | 6.940.841         |
| Specialization cost assigned to vehicles sold | 2.361.556         | 1.794.121         | 1.451.194         |
| Rappel charges attributable to fleet managers | 1.986.618         | 1.467.198         | 1.038.004         |
| Advertising Campaigns                         | 1.112.499         | 2.327.476         | 994.031           |
| Supply costs                                  | 578.773           | 599.283           | 490.778           |
| Accrual for Vehicles Tax                      | 414.422           | 481.714           | 320.307           |
| Insurance                                     | 387.254           | 277.140           | 424.314           |
| Commission                                    | 324.974           | 334.601           | 639.919           |
| Interest                                      | 239.768           | 248.128           | 200.382           |
| Specialized work                              | 232.538           | -                 | 44.087            |
| Advance External Supplies and Services        | 211.372           | 429.715           | 493.031           |
| Municipal Property Tax                        | 143.106           | 119.129           | 96.562            |
| Warranty claims                               | 130.685           | -                 | 236.052           |
| Rents   | 79.199            | -                 | 183.703           |
| Royalties                                     | -                 | 115.434           | 107.264           |
| Others  | 456.265           | 1.056.519         | 1.175.627         |
|   | <b>15.348.870</b> | <b>14.073.891</b> | <b>14.836.098</b> |
| <b>Deferred Income</b>                        |                   |                   |                   |
| Vehicle maintenance contracts                 | 2.176.496         | 1.115.374         | 1.078.237         |
| Publicity recuperation                        | 589.166           | 641.414           | 895.177           |
| Subsidy granted                               | 513.581           | 517.655           | 521.728           |
| Interest Charged to Customers                 | 8.749             | 6.994             | -                 |
| Others  | 54.284            | 456.101           | 67.225            |
|   | <b>3.342.276</b>  | <b>2.737.538</b>  | <b>2.562.367</b>  |
| <b>Total</b>                                  | <b>18.691.146</b> | <b>16.811.429</b> | <b>17.398.465</b> |

22. LIABILITIES FOR RETIREMENT PENSION COMPLEMENTS

Toyota Caetano (together with other associated and related companies) incorporated, by public deed dated December 29, 1988, the Salvador Caetano Pension Fund, which was subsequently updated in January 2, 1994, in December 29, 1995 and in December 23, 2002.

As of June 30, 2015, the following companies of Toyota Caetano Group were associates of the Salvador Caetano Pension Fund:

- Toyota Caetano Portugal, S.A.
- Caetano Auto, S.A.
- Caetano Renting, S.A.

The Pension Fund was set up to, while Toyota Caetano Group maintains the decision to make contributions to the referred fund, provide employees (beneficiaries), at their retirement date, the right to a pension complement, which is not subject to update and is based on a percentage of the salary, among other conditions.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

A request was made as of December 19, 2006 to the fund manager of the Salvador Caetano Pension Fund (GNB-Sociedade Gestora de Fundo de Pensões.), to act near the "ISP - Instituto de Seguros de Portugal" and take the necessary measures to change the defined benefit plan into a defined contribution plan, among other changes.

Following the above mentioned, a dossier was sent on December 18, 2007 to Instituto de Seguros de Portugal containing the proposals to change the "Constitutive Contract" of Salvador Caetano Pension Fund, as well as the minute of approval of these changes by the Pensions Fund Advisory Committee, and requesting, with effects as from January 1, 2008, the approval of these changes.

The proposal for changing the pension complement, dully approved by the Pension Funds Advisory Committee ("Comissão de Acompanhamento do Fundo de Pensões"), includes the maintenance of a defined benefit plan for the current retired workers and ex-employees with acquired rights, as well as for all the current employees with more than 50 years and more than 15 years of service completed until January 1, 2008. A new group will be created to which all current employees with less than 50 years and/or less than 15 years of service will be transferred.

At December 29, 2008 Toyota Caetano Portugal, S.A. received a letter from ISP - Instituto de Seguros de Portugal (Portuguese Insurance Institute) with the approval of the pretended alterations and entering into force starting from January 1, 2008. ISP determined in the referred approval that the employees associated to the Salvador Caetano Pension Fund who at January 1, 2008 had achieved 15 years of service and had ages inferior to 50 years (and that shall integrate a Defined Contribution Plan) have the right to an individual "initial capital" according to the new Plan, determined according to the actuarial responsibilities as at December 31, 2007 and based on the presumptions and criteria used on that year.

The actuarial presumptions used at 2014 by the fund manager include the "Current Unit Credit" calculation method, the Mortality Table and disability TV 73/77 and SuisseRe 2001, respectively, as well as salary increase rate, pensions increase rate and discount rate of 0%, 0% and 2,5%, respectively. To this date were used the assumptions as December 31, 2014.

At December 31, 2014 the Group's responsibilities to the defined benefit plan and the assets of the Fund allocated can be summarized as follows:

| Defined benefit plan  | 2014       |
|-----------------------|------------|
| Responsibility amount | 33.574.520 |
| Fund Amount           | 29.075.997 |

The net liability of Toyota Caetano Portugal Group evidenced above is guaranteed by a provision recorded in the amount of about 5 million euros, reflected in the balance sheet under "Pension Fund Liabilities".

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

23. PROVISIONS AND ACCUMULATED IMPAIRMENT LOSSES

Movements in provisions and accumulated impairment losses over the six month period ended as of June 30, 2015, and June 30, 2014 were as follows:

30-06-2015

|  | Opening Balances | Increases | Disposals and Other | Other regularizations | Ending Balances |
|--|------------------|-----------|---------------------|-----------------------|-----------------|
| Accumulated impairment losses in investments                   | 1.781.995        | -         | -                   | -                     | 1.781.995       |
| Accumulated impairment losses in accounts Receivable (Note 11) | 10.338.615       | -         | -                   | (717)                 | 10.337.898      |
| Accumulated impairment losses in inventories (Note 10)         | 1.901.129        | -         | (24.828)            | -                     | 1.876.301       |
| Provisions   | 311.551          | 53.216    | -                   | (58.714)              | 306.053         |

30-06-2014

|  | Opening Balances | Increases | Disposals and Other | Changes in Perimeter | Other regularizations | Ending Balances |
|--|------------------|-----------|---------------------|----------------------|-----------------------|-----------------|
| Accumulated impairment losses in investments                   | 1.781.995        | -         | -                   | -                    | -                     | 1.781.995       |
| Accumulated impairment losses in accounts Receivable (Note 11) | 10.634.355       | 159.041   | (548)               | (200.102)            | 548                   | 10.593.294      |
| Accumulated impairment losses in inventories (Note 10)         | 1.336.902        | 293.383   | -                   | -                    | (1)                   | 1.630.284       |
| Provisions   | 323.422          | 41.514    | -                   | -                    | (54.224)              | 310.712         |

As of June 30, 2015, December 31, 2014 and June 30, 2014, the caption "Provisions" has the following breakdown:

|                         | Jun-15  | Dec-14  | Jun-14  |
|-------------------------|---------|---------|---------|
| Warranty provision      | 106.039 | 111.537 | 110.698 |
| Litigations in progress | 200.014 | 200.014 | 200.014 |
|                         | 306.053 | 311.551 | 310.712 |

24. DERIVATIVE FINANCIAL INSTRUMENTS

The derivative financial instruments used by the group as of June 30, 2015 were as follows:

Interest rate Derivatives

Although these derivatives (two interest rate swap contracts) were contracted for interest rate hedging purposes as well as funding cost optimization, they haven't been designated for hedge accounting. The fair value of these derivative financial instruments as of June 30, 2015 was negative on 115.980 Euros (163.674 Euros negative as of June 30, 2014) and comprises a total exposure of 9,7 million Euros since December 22, 2014 for a period of four years, counting from June 26, 2012.

These derivatives' valuations were provided as of June 30, 2015 by the bank with whom they were contracted, taking into account future cash flows and risk estimates (level 2 fair value hierarchy as set out in paragraph 27-A of IFRS7 - measurement inputs based on assumptions indirectly observable in the market).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

The main characteristics of this contract can be summarized as follows:

| Derivate financial instrument | Swap rate | Rate receivable | Type        | Fair Value |           | Changes in financial statement |
|-------------------------------|-----------|-----------------|-------------|------------|-----------|--------------------------------|
|                               |           |                 |             | Jun-15     | Dec-14    |                                |
| Swap BBVA                     | 1,1000%   | Euribor 3M      | Negotiation | (115.980)  | (149.762) | (33.782)                       |
|                               |           |                 |             | (115.980)  | (149.762) | (33.782)                       |

It is the intention of Toyota Caetano Group to hold these instruments until their maturities, so this form of assessment reflects the best estimate of present value of future cash flows to be generated by such instruments.

25. INCOME TAXES

The income tax for the six month period ended as of June 30, 2015 and 2014 was as follows:

|                                    | Jun-15         | Jun-14         |
|------------------------------------|----------------|----------------|
| Insufficient taxes estimation      | 183.099        | 1.429          |
| Excess taxes estimation            | -              | (24.652)       |
| Current taxes estimation (Note 20) | 238.704        | 240.091        |
| RETGS                              | -              | (74.957)       |
| Deferred income taxes (Note 14)    | 342.335        | (317.397)      |
|                                    | <u>764.138</u> | <u>459.308</u> |

26. SALES AND SERVICES RENDERED BY GEOGRAPHIC MARKETS AND BY ACTIVITIES

The detail of sales and services rendered by geographic markets, during the six month periods ended as of June 30, 2015 and 2014, was as follows:

| Market  | Jun-15             |                | Jun-14             |                |
|---|--------------------|----------------|--------------------|----------------|
|   | Amount             | %              | Amount             | %              |
| National  | 144.713.400        | 97,07%         | 115.202.165        | 90,01%         |
| African Countries with Official Portuguese Language | 4.095.427          | 2,75%          | 5.568.397          | 4,36%          |
| United Kingdom                                      | 119.382            | 0,08%          | 49.468             | 0,06%          |
| Spain   | 22.738             | 0,02%          | 27.543             | 0,22%          |
| Belgium   | 16.560             | 0,01%          | 6.244.826          | 4,82%          |
| Germany   | 3.570              | 0,00%          | 364                | 0,14%          |
| Others  | 100.146            | 0,07%          | 256.296            | 0,39%          |
|   | <u>149.071.223</u> | <u>100,00%</u> | <u>127.349.059</u> | <u>100,00%</u> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

Additionally, sales and services rendered by activity were as follows:

| Activity                         | Jun-15      |         | Jun-14      |         |
|----------------------------------|-------------|---------|-------------|---------|
|                                  | Amount      | %       | Amount      | %       |
| Vehicles                         | 115.438.763 | 77,44%  | 95.366.293  | 74,89%  |
| Spare Parts                      | 22.837.056  | 15,32%  | 22.504.876  | 17,67%  |
| Repairs and after sales services | 8.808.910   | 5,91%   | 7.511.985   | 5,90%   |
| Others                           | 1.986.494   | 1,33%   | 1.965.905   | 1,54%   |
|                                  | 149.071.223 | 100,00% | 127.349.059 | 100,00% |

27. EXTERNAL SUPPLIES AND SERVICES

The caption "External supplies and services" was as follows:

|                                  | Jun-15            | Jun-14            |
|----------------------------------|-------------------|-------------------|
| <b>Subcontracts</b>              | <b>992.244</b>    | <b>918.219</b>    |
| <b>Specialized Services</b>      | <b>6.689.633</b>  | <b>6.378.057</b>  |
| Professional Services            | 2.508.946         | 2.183.727         |
| Advertising                      | 2.824.629         | 2.928.070         |
| Vigilance and Security           | 200.499           | 230.110           |
| Professional Fees                | 385.525           | 382.883           |
| Commissions                      | 95.161            | 69.343            |
| Repairs and Maintenance          | 674.873           | 583.924           |
| <b>Materials</b>                 | <b>350.446</b>    | <b>276.423</b>    |
| <b>Utilities</b>                 | <b>1.454.229</b>  | <b>1.478.828</b>  |
| <b>Travel and transportation</b> | <b>1.140.335</b>  | <b>984.391</b>    |
| Traveling expenses               | 628.175           | 530.020           |
| Personnel transportation         | 48.703            | 46.130            |
| Transportation of materials      | 463.457           | 408.241           |
| <b>Other supplies</b>            | <b>6.598.732</b>  | <b>5.798.690</b>  |
| Rent                             | 1.330.495         | 1.400.300         |
| Communication                    | 319.535           | 400.725           |
| Insurance                        | 601.903           | 550.117           |
| Royalties                        | 80.130            | 171.187           |
| Notaries                         | 16.095            | 15.847            |
| Cleaning and comfort             | 293.848           | 273.816           |
| Others Services                  | 3.956.726         | 2.986.698         |
|                                  | <b>17.225.619</b> | <b>15.834.608</b> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

28. PAYROLL EXPENSES

Payroll expenses are decomposed as follows:

|                              | Jun-15            | Jun-14            |
|------------------------------|-------------------|-------------------|
| Payroll Management           | 235.930           | 235.930           |
| Payroll Personnel            | 13.067.801        | 13.115.035        |
| Benefits Plan                | 880.929           | 888.934           |
| Termination Indemnities      | 75.408            | 113.774           |
| Social Security Contribution | 3.427.979         | 2.986.177         |
| Workmen's Insurance          | 187.225           | 202.502           |
| Others                       | 1.717.277         | 1.445.555         |
|                              | <b>19.592.549</b> | <b>18.987.907</b> |

28.1. REMUNERATION OF BOARD MEMBERS

The remuneration of members of the board of Toyota Caetano Portugal, S.A. in the six months ended as of June 30, 2015 and 2014 were as follows:

| Board Members                             | Jun-15  | Jun-14  |
|---|---------|---------|
| Board of Directors<br>Fixed remunerations | 235.930 | 235.930 |

28.2. AVERAGE NUMBER OF PERSONNEL

During the six month period ended as of June 30, 2015 and 2014, the average number of personnel was as follows:

| Personnel | Jun-15       | Jun-14       |
|-----------|--------------|--------------|
| Employees | 1.077        | 1.052        |
| Workers   | 456          | 420          |
|           | <b>1.533</b> | <b>1.472</b> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

29. OTHER OPERATING INCOME AND EXPENSES

As of June 30, 2015 and 2014, the caption "Other operating income" and "Other operating expenses" were as follows:

| Other operating income                             | Jun-15            | Jun-14            |
|--|-------------------|-------------------|
| Lease Equipment                                    | 5.514.469         | 4.770.457         |
| Guarantees recovered (Toyota)                      | 4.279.153         | 2.757.071         |
| Commissions  | 1.628.021         | 999.351           |
| Work for the Company                               | 1.552.178         | 1.080.280         |
| Rents charged (Note 6)                             | 1.351.497         | 1.501.319         |
| Subsidies  | 1.222.865         | 1.166.201         |
| Services provided                                  | 1.045.483         | 810.914           |
| Advertising expenses and sales promotion recovered | 845.378           | 1.014.484         |
| Rents expenses recovered                           | 489.799           | 183.355           |
| Transport expenses recovered                       | 229.175           | 183.823           |
| Gains in the disposal Tangible Fixed Assets        | 113.516           | 685.029           |
| Materials  | 26.807            | 5.075             |
| Others   | 2.023.122         | 1.097.683         |
|  | <b>20.321.463</b> | <b>16.255.041</b> |

| Other operating expenses                  | Jun-14           | Jun-14         |
|---|------------------|----------------|
| Taxes                                     | 661.269          | 433.826        |
| Bad debts                                 | 895              | 573            |
| Losses in Inventories                     | 14.679           | (6.549)        |
| Prompt payment discounts granted          | 8.878            | 4.348          |
| Losses in other investments               | 6.406            | 11.047         |
| Losses in other non-financial investments | 2.833            | 767            |
| Corrections to previous years             | 54.622           | 28.323         |
| Donations                                 | 730              | 2.293          |
| Subscriptions                             | 9.820            | 10.122         |
| Fines and penalties                       | 80.494           | 29.430         |
| Others                                    | 717.392          | 435.515        |
|   | <b>1.558.018</b> | <b>949.695</b> |

30. FINANCIAL INCOME AND EXPENSES

Consolidated net financial results as of June 30, 2015 and 2014 were as follows:

| Expenses and Losses      | Jun-15           | Jun-14         |
|--------------------------|------------------|----------------|
| Interest                 | 814.942          | 526.019        |
| Other Financial Expenses | 206.719          | 172.444        |
|                          | <b>1.021.661</b> | <b>698.463</b> |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

| Income and Gains       | Jun-15 | Jun-14  |
|------------------------|--------|---------|
| Interest               | 26.547 | 112.649 |
| Other Financial Income | 33.782 | -       |
|                        | 60.329 | 112.649 |

31. FINANCIAL ASSETS AND LIABILITIES

We summarize in the table below a resume of financial instruments of Toyota Caetano Group as of June 30, 2015, December 31, 2014 and June 30, 2014:

|                                | Financial Assets |            |            | Financial Liabilities |            |            |
|--------------------------------|------------------|------------|------------|-----------------------|------------|------------|
|                                | Jun-15           | Dec-14     | Jun-14     | Jun-15                | Dec-14     | Jun-14     |
| Derivate Financial Instruments | -                | -          | -          | 115.980               | 149.762    | 163.674    |
| Available for sale Assets      | 3.335.048        | 3.119.634  | 3.380.035  | -                     | -          | -          |
| Accounts Receivable            | 52.065.779       | 57.601.885 | 52.833.526 | -                     | -          | -          |
| Other credits - Current        | 4.030.142        | 4.417.305  | 6.394.252  | -                     | -          | -          |
| Public Entities                | 2.741.837        | 997.206    | 1.923.520  | -                     | -          | -          |
| Loans                          | -                | -          | -          | 54.761.332            | 50.906.075 | 35.528.366 |
| Other Creditors                | -                | -          | -          | 1.633.264             | 1.740.504  | 1.168.183  |
| Public Entities                | -                | -          | -          | 10.113.449            | 10.938.452 | 7.068.825  |
| Accounts Payable               | -                | -          | -          | 37.456.785            | 31.579.655 | 30.464.290 |
| Cash and Cash Equivalents      | 7.692.891        | 12.530.999 | 8.640.515  | -                     | -          | -          |
|                                | 69.865.697       | 78.667.029 | 73.171.848 | 104.080.810           | 95.314.448 | 74.393.338 |

*Financial Instruments at Fair Value*

|                                | Financial Assets |           |           | Financial Liabilities |           |           |
|--------------------------------|------------------|-----------|-----------|-----------------------|-----------|-----------|
|                                | Jun-15           | Dec-14    | Jun-14    | Jun-15                | Dec-14    | Jun-14    |
| Derivate Financial Instruments | -                | -         | -         | (115.980)             | (149.762) | (163.674) |
| Available for sale Assets      | 3.335.048        | 3.119.634 | 3.380.035 | -                     | -         | -         |
|                                | 3.335.048        | 3.119.634 | 3.380.035 | (115.980)             | (149.762) | (163.674) |

*Classification and Measurement*

|                    | Available for sale Assets |         | Derivate Financial Instruments |             | Level |
|--------------------|---------------------------|---------|--------------------------------|-------------|-------|
|                    | At fair value             | At cost | Cash Flow Hedge Accounting     | Negotiation |       |
| Cimóvel Fund       | 3.268.312                 | -       | -                              | -           | 1)    |
| Others             | -                         | 66.736  | -                              | -           | 3)    |
| Interest rate swap | -                         | -       | -                              | (115.980)   | 2)    |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

According to the paragraph 27-A of IFRS 7, we provide below, the disclosure of classification and measurement of financial instruments' fair value, by hierarchy level:

- a) level 1 – quoted prices – available for sale financial assets: 3.268.312 Euros (3.052.897 Euros in December 31, 2014);
- b) level 2 - inputs different from quoted prices included on level 1 that are observable for the asset or liability, both directly (prices), or indirectly – negotiation derivatives (*swaps e forwards*): -115.980 Euros (-149.762 Euros in December 31, 2014);
- c) level 3 - inputs for the asset or liability that are not based on observable market data.

*Impact on the Income Statement and Other Comprehensive Income*

|                                | Impact on equity |           |        | Impact on Income |        |        |
|--------------------------------|------------------|-----------|--------|------------------|--------|--------|
|                                | Jun-15           | Dec-14    | Jun-14 | Jun-15           | Dec-14 | Jun-14 |
| Derivate Financial Instruments | -                | -         | -      | (33.782)         | 30.240 | 44.152 |
| Available for sale Assets      | 215.414          | (221.742) | 38.659 | -                | -      | -      |
|                                | 215.414          | (221.742) | 38.659 | (33.782)         | 30.240 | 44.152 |

**32. OPERATIONAL LEASE**

During the six month period ended as of June 30, 2015 the minimum payments for operational leases amounted to approximately 6.7 million Euros (7.9 million Euros in 2014). Of that amount, 1.9 million relate to payments with maturity of one year, 4.8 million relate to payments to occur in the period between two to five years and 0.01 million relate to payments of maturity of more than five years.

| Minimum payments of operational lease    | Jun-15    | Dec-14    |
|--|-----------|-----------|
| Not more than one year                   | 1.883.929 | 2.102.409 |
| More than one year and no more than five | 4.820.806 | 4.657.637 |
| More than five years                     | 9.751     | 1.177.016 |
|  | 6.714.486 | 7.937.062 |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

33. RELATED PARTIES

Balances and transactions between the Parent Company and its affiliates, which are related entities to the Parent Company, were eliminated in the consolidation process, so they will not be disclosed in this Note. Balances and transactions details between the Group and the related parties can be summarized as follows:

| Company   | Comercial Debts |           | Products  |           | Fixed assets |           | Services |           | Others  |           |
|---|-----------------|-----------|-----------|-----------|--------------|-----------|----------|-----------|---------|-----------|
|   | Receivable      | payable   | Sales     | Purchases | Purchases    | Disposals | Rendered | Obtained  | Costs   | Income    |
| AMORIM BRITO & SARDINHA, LDA                            | 465             | -         | -         | -         | -            | -         | -        | -         | -       | 378       |
| ATLÂNTICA - COMPANHIA PORTUGUESA DE PESCA, S.A.         | 5.111           | -         | -         | -         | -            | -         | -        | -         | -       | -         |
| AUTO PARTNER IMOBILIARIA, SA                            | -               | 17.224    | -         | 6.378     | -            | -         | -        | 142.467   | -       | 82.157    |
| BA VIERA - COMÉRCIO DE AUTOMÓVEIS, SA                   | 679.830         | 206.887   | 1.711.694 | 213.331   | -            | -         | 1.047    | 153.611   | 157.848 | 271.421   |
| CABO VERDE RENT-A-CAR, LDA                              | 79.961          | 1.726     | 58.706    | 4.421     | -            | -         | 3.146    | 59.069    | -       | -         |
| CAETANO ACTIVE (SUL),LDA                                | 30              | (7.185)   | 492       | 13.685    | -            | -         | 474      | (5.151)   | -       | 259       |
| CAETANO AERONAUTIC, S.A.                                | 140.291         | -         | 64.331    | -         | -            | -         | 10.709   | -         | -       | 63.376    |
| CAETANO CITY E ACTIVE (NORTE), SA                       | 27.721          | 9.592     | 22.516    | 23.550    | -            | -         | 7.828    | 748       | -       | 12.689    |
| CAETANO DRIVE,SPORT E URBAN , SA                        | 362.578         | 304.021   | 25.397    | 11.154    | 559.227      | 640.196   | 79.012   | 145.892   | -       | 128.651   |
| CAETANO EQUIPAMENTOS                                    | -               | -         | -         | -         | -            | -         | -        | -         | -       | 138       |
| CAETANO FORMULA ,SA                                     | 103.240         | 197.594   | 8.212     | 190.746   | -            | 5.551     | 23.719   | 4.093     | -       | 67.650    |
| CAETANO FÓRMULA EAST ÁFRICA SA                          | 218             | -         | -         | -         | -            | -         | -        | -         | -       | 177       |
| CAETANO FÓRMULA MOÇAMBIQUE                              | -               | -         | -         | -         | -            | -         | -        | -         | -       | 156       |
| CAETANO FÓRMULA WEST ÁFRICA, S.A..                      | 65              | -         | -         | -         | -            | -         | -        | -         | -       | 195       |
| CAETANO MOTORS, SA                                      | 28.164          | 36.112    | (2.028)   | 113       | -            | -         | 6.499    | 19.853    | -       | 85.184    |
| CAETANO MOVE AFRICA                                     | 21              | -         | -         | -         | -            | -         | -        | -         | -       | 17        |
| CAETANO ONE CV, LDA.                                    | 58.905          | (634.830) | 8.241     | -         | -            | -         | 2.784    | 81        | -       | 12.597    |
| CAETANO PARTS,LDA                                       | 115.150         | 1.181.846 | 818.448   | 3.165.520 | (9.250)      | -         | 1.772    | 3.968     | -       | 99.105    |
| CAETANO POWER , SA                                      | 181.416         | 29.807    | (128)     | 34.014    | 928.429      | 1.064.033 | 28.013   | 968       | -       | 84.864    |
| CAETANO RETAIL , SGPS, S.A.                             | 17.248          | 2.894     | (275)     | -         | -            | -         | -        | 3.437     | -       | 35.844    |
| CAETANO STAR, SA  | 37.622          | 51.169    | 8.821     | 55.468    | -            | -         | 4.567    | 25.238    | -       | 4.701     |
| CAETANO TECHNIK, SA                                     | 47.810          | 30.653    | (4.676)   | 9.295     | 17.732       | 12.179    | (2.366)  | -         | -       | 2.725     |
| CAETANOBUS-FABRICAÇÃO DE CARROÇARIAS SA                 | 10.145.267      | 65.093    | 47.436    | 22.900    | 1.951        | -         | 14.198   | 46.785    | 1.500   | 1.537.570 |
| CAETSU PUBLICIDADE,SA                                   | 8.949           | 791.527   | 24.905    | 645       | -            | -         | 16.298   | 1.326.589 | -       | 1.430     |
| CARPLUS-COMÉRCIO DE AUTOMÓVEIS, SA                      | 112.447         | 555       | 34.490    | -         | 15.610       | 14.926    | 74.612   | (4.188)   | -       | 106.585   |
| CENTRAL SOLAR DE CASTANHOS,SA                           | -               | -         | -         | -         | -            | -         | -        | -         | -       | 151       |
| COCIGA - CONSTRUÇÕES CIVIS DE GAIA, SA                  | 6.507           | 177.022   | -         | -         | 827.067      | -         | -        | 36.079    | -       | 2.896     |
| FINLOG - ALUGUER E COMÉRCIO AUTO, SA                    | 207.316         | 126.151   | 328.122   | 62.184    | -            | -         | 99.193   | 539.990   | 28.614  | 9.508     |
| FUNDAÇÃO SALVADOR CAETANO                               | 885.845         | -         | -         | -         | -            | -         | -        | -         | -       | -         |
| GRUPO SALVADOR CAETANO,SGPS, SA                         | 39.507          | -         | -         | -         | -            | -         | -        | -         | -       | -         |
| GUERIN RENT A CAR,SL (SOCIEDAD UNIPERSONAL)             | -               | -         | -         | -         | -            | -         | -        | 50        | -       | 14.838    |
| GUÉRIN-RENT-A-CAR(DOIS),LDA                             | 32.449          | 2.910     | -         | -         | -            | -         | 105.126  | 2.257     | -       | 12.862    |
| IBERICAR AUTO NIPON,SL                                  | 15.525          | 24.897    | -         | 24.897    | -            | -         | -        | -         | -       | -         |
| ISLAND RENT, ALUGUER DE AUTOMÓVEIS, S.A.                | 437             | -         | -         | -         | -            | -         | -        | -         | -       | 4.206     |
| LA VORA AUTO-ADMINISTRAÇÃO E CONSULTORIA DE EMPRESAS,SA | -               | 152.550   | -         | -         | -            | -         | -        | 15.299    | -       | -         |
| LIDERA SOLUCIONES, S.L.                                 | -               | 2.960     | -         | -         | -            | -         | -        | 15.141    | -       | -         |
| LUSILECTRA - VEÍCULOS E EQUIPAMENTOS, SA                | 159.102         | 576.956   | 178.198   | 40.146    | -            | -         | 31.972   | 175.099   | 431     | 36.630    |
| LUSO ASSISTÊNCIA-GESTÃO DE ACIDENTES , SA               | 277             | -         | -         | -         | -            | -         | -        | -         | -       | 3.338     |
| MDS AUTO- MEDIAÇÃO DE SEGUROS, SA                       | (2.047)         | 13.049    | 501       | -         | -            | -         | 169      | -         | 15.635  | 87.382    |
| MOVICARGO - MOVIMENTAÇÃO INDUSTRIAL, LDA                | 144.772         | -         | 1.255.577 | -         | -            | -         | 2.607    | 26.863    | 222.920 | 2.109     |
| PLATINIUM V.H. - IMPORTAÇÃO DE AUTOMÓVEIS, S.A.         | 10.979          | -         | -         | -         | -            | -         | -        | -         | -       | 17.852    |
| PORTIANGA - COMÉRCIO INTERNACIONAL E PARTICIPAÇÕES, SA  | 225.666         | (3.783)   | 1.962     | -         | -            | -         | 18.565   | -         | -       | 23.949    |
| RARCON - ARQUITECTURA E CONSULTADORIA, SA               | 22              | 22.119    | -         | -         | -            | -         | -        | 76.020    | -       | 302       |
| RIGOR - CONSULTORIA E GESTÃO, SA                        | 60.969          | 841.872   | 150       | -         | -            | -         | 57.657   | 1.880.492 | 2.829   | 202.891   |
| ROBERT HUDSON ,LTD                                      | 26.357          | -         | 27.140    | -         | -            | -         | -        | -         | -       | 2.819     |
| SALVADOR CAETANO AUTO AFRICA, SGPS,SA                   | -               | (811.923) | -         | -         | -            | -         | -        | -         | -       | -         |
| SALVADOR CAETANO EQUIPAMENTOS SA                        | 299             | -         | 238       | -         | -            | -         | -        | -         | -       | 6         |
| SEARAS MORENAS, LDA                                     | 21              | -         | -         | -         | -            | -         | -        | -         | -       | 17        |
| SIMOGA - SOC. IMOBILIÁRIA DE GAIA, SA                   | 1.036           | -         | -         | -         | -            | -         | -        | -         | -       | -         |
| SOL GREEN WATT,SL                                       | 63              | -         | -         | -         | -            | -         | 557      | -         | -       | 121       |
| SPRAMO - PUBLICIDADE & IMAGEM, S.A.                     | -               | 681       | -         | -         | -            | -         | -        | -         | -       | -         |
| TURISPAIVA - SOCIEDADE TURÍSTICA PAIVENSE, LDA.         | 236             | -         | -         | -         | -            | -         | -        | -         | -       | 770       |
| VAS AFRICA (SGPS), SA                                   | 503             | -         | -         | -         | -            | -         | -        | -         | -       | 546       |
| VAS CABO VERDE,SOCIEDADE UNIPESSOAL,SA                  | 9.296           | 393       | 10.284    | 2.152     | 12.167       | -         | 71.497   | -         | -       | -         |
|   | 13.977.646      | 3.410.539 | 4.628.754 | 3.880.599 | 2.352.933    | 1.736.885 | 659.655  | 4.690.750 | 429.777 | 3.021.062 |

Goods and services purchased and sales to related parties were made at market prices.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

34. SEGMENT INFORMATION

The main information relating to the business segments existing on June 30, 2015 and 2014, is as follows:

|  | 30-06-2015  |             |           |            |                      |           |            |            | Removals | Consolidated |        |       |       |               |             |
|--|-------------|-------------|-----------|------------|----------------------|-----------|------------|------------|----------|--------------|--------|-------|-------|---------------|-------------|
|  | NATIONAL    |             |           |            | FOREIGN              |           |            |            |          |              |        |       |       |               |             |
|  | Vehicles    |             |           |            | Industrial Equipment |           |            | Others     |          |              |        |       |       |               |             |
|  | Industry    | Commercial  | Services  | Rental     | Machines             | Services  | Rental     |            |          |              |        |       |       |               |             |
| Industry                                 | Commercial  | Services    | Rental    | Machines   | Services             | Rental    | Industry   | Commercial | Machines | Services     | Rental |       |       |               |             |
| <b>PROFIT</b>                            |             |             |           |            |                      |           |            |            |          |              |        |       |       |               |             |
| External sales                           | 7.530.475   | 180.851.106 | 7.765.607 | 2.880.909  | 12.203.203           | 1.036.853 | 6.016.131  | -          | 222.600  | 7.377.449    | 49.936 | 4.616 | 8.820 | (71.359.013)  | 154.588.692 |
| <b>Income</b>                            |             |             |           |            |                      |           |            |            |          |              |        |       |       |               |             |
| Operational income                       | (2.253.483) | 1.720.280   | 31.560    | (106.080)  | 331.039              | 807.502   | 1.027.676  | (1.520)    | (36.968) | 423.059      | 5.704  | 3.592 | 4.937 | 852.642       | 2.809.940   |
| Financial income                         | (30.491)    | (320.201)   | (10.095)  | 237        | (13.952)             | (4.402)   | (568.737)  | (6)        | (828)    | (12.643)     | (156)  | (20)  | (38)  | -             | (961.332)   |
| Net Income with non-controlled interests | (2.283.974) | 1.055.261   | 13.284    | (105.843)  | 315.240              | 798.423   | 456.008    | (1.531)    | (37.796) | 406.296      | 5.516  | 3.551 | 4.870 | 430.017       | 1.059.322   |
| <b>Other Information</b>                 |             |             |           |            |                      |           |            |            |          |              |        |       |       |               |             |
| Total consolidated assets                | 37.418.184  | 255.286.828 | 8.758.337 | 13.542.316 | 8.636.052            | 2.114.116 | 31.736.320 | 23.902.272 | -        | 10.437.275   | -      | -     | -     | (135.971.560) | 255.860.140 |
| Total consolidated liabilities           | 7.427.213   | 145.915.402 | 5.722.125 | 11.723.898 | 1.041.307            | 278.952   | 22.013.991 | 3.584.864  | -        | 3.701.389    | -      | -     | -     | (71.533.126)  | 129.876.015 |
| Capital Expenses                         | 3.264.784   | 1.822.537   | 155.311   | 7.293.455  | 954.652              | 24.784    | 7.705.970  | 94         | -        | 85.561       | -      | -     | -     | (1.582.529)   | 19.724.619  |
| Depreciation                             | 432.930     | 1.739.612   | 95.605    | 1.352.363  | 38.875               | 33.414    | 2.146.247  | 58         | -        | 100.778      | -      | -     | -     | 85.181        | 6.025.063   |

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

|  |  | 30-06-2014 |             |            |            |                      |          |            |            |  |           |            |                      |          |              |               |             |
|--|--|------------|-------------|------------|------------|----------------------|----------|------------|------------|--|-----------|------------|----------------------|----------|--------------|---------------|-------------|
|  |  | NATIONAL   |             |            |            |                      |          |            | FOREIGN    |  |           |            |                      | Removals | Consolidated |               |             |
|  |  | Vehicles   |             |            |            | Industrial Equipment |          |            | Others     |  | Vehicles  |            | Industrial Equipment |          |              |               |             |
|  |  | Industry   | Commercial  | Services   | Rental     | Machines             | Services | Rental     |            |  | Industry  | Commercial | Machines             |          |              | Services      | Rental      |
| <b>PROFIT</b>                            |  |            |             |            |            |                      |          |            |            |  |           |            |                      |          |              |               |             |
| External sales                           |  | 5.154.470  | 151.797.927 | 7.495.094  | 3.135.827  | 4.475.831            | 984.346  | 5.233.223  | -          |  | 6.566.397 | 8.054.499  | 24.500               | 4.143    | 4.080        | (60.807.821)  | 132.122.516 |
| <b>Income</b>                            |  |            |             |            |            |                      |          |            |            |  |           |            |                      |          |              |               |             |
| Operational income                       |  | (555.690)  | 1.329.844   | (31.296)   | (135.396)  | 480.594              | 612.228  | 462.747    | (2.248)    |  | (750.379) | 148.538    | (1.051)              | 3.103    | 243          | 1.290.053     | 2.851.290   |
| Financial income                         |  | 1.289      | (100.923)   | (4.986)    | (70.834)   | (381.240)            | 124      | (29.493)   | 69         |  | 2.460     | (2.238)    | (44)                 | -        | 2            | -             | (585.814)   |
| Net Income with non-controlled interests |  | (554.401)  | 1.016.119   | (49.407)   | (206.231)  | 99.354               | 612.352  | 433.254    | (2.179)    |  | (747.918) | 143.211    | (1.095)              | 3.104    | 245          | 1.059.761     | 1.806.168   |
| <b>Other Information</b>                 |  |            |             |            |            |                      |          |            |            |  |           |            |                      |          |              |               |             |
| Total consolidated assets                |  | 45.639.882 | 208.715.986 | 10.141.782 | 11.247.050 | 8.635.731            | 775.608  | 43.027.158 | 23.544.951 |  | -         | 8.780.905  | -                    | -        | -            | (135.087.338) | 225.436.464 |
| Total consolidated liabilities           |  | 17.046.664 | 104.867.379 | 6.674.711  | 9.782.758  | 3.225.477            | 289.692  | 18.435.881 | 3.544.227  |  | -         | 2.211.123  | -                    | -        | -            | (71.885.554)  | 94.192.358  |
| Capital Expenses                         |  | 1.608.251  | 1.429.786   | 58.450     | 5.921.587  | 51.531               | 32.306   | 2.057.489  | -          |  | -         | 2.778      | -                    | -        | -            | (65.671)      | 11.096.506  |
| Depreciation                             |  | 564.580    | 1.863.229   | 121.781    | 1.255.445  | 42.942               | 26.921   | 1.762.499  | -          |  | -         | 104.704    | -                    | -        | -            | 7.573         | 5.749.675   |

The line "Turnover" includes Sales, Service Rendered and the amount of about 5.517.469 Euros (4.773.457 Euros as of June 30, 2014) related to equipment rentals accounted in Other Operating Income (Note 29).

The column "Eliminations" mainly includes the elimination of transactions between Group companies included in consolidation, mainly belonging to Vehicles segment.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

35. CONTINGENT ASSETS AND LIABILITIES

Financial commitments not included in the consolidated balance sheet

As of June 30, 2015, December 31, 2014 and June 30, 2014, Toyota Caetano Group had assumed the following financial commitments:

| Commitments           | Jun-15    | Dec-14    | Jun-14    |
|-----------------------|-----------|-----------|-----------|
| Credits               | 173.620   | 110.504   | 203.597   |
| Guarantees of Imports | 6.805.563 | 7.511.119 | 2.500.000 |
|                       | 6.979.183 | 7.621.623 | 2.703.597 |

The amounts presented on December 31, 2014, concerning "Guarantees of Imports", the amount of 4 million euros refers to the security given to the ATA remaining in June 3, 2015.

Following loans contracted in 2012, amounting to 29,9 million Euros lying to amortize approximately 16,2 million Euros (see note 17), the Group granted the respective financial institutions real guarantees for mortgages on properties valued at the time of contraction of such funding, approximately 37,8 million Euros.

Taxes Liquidation:

Toyota Caetano Portugal,S.A.

Regarding the tax inspection to the years 2003 and 2004, the additional assessments related with Corporate Income Tax already paid and recognized as expenses in previous years were claimed, amounting to 725.542 Euros, as the Company understands that there are legal reasons for this procedure. During the year of 2010 it has been recovered approximately 218.000 Euros related with this judicial process.

Caetano – Auto, S.A.

The Company records in its assets, under the State Public Sector, the interest amount paid to the tax authorities in the amount of 24.041 Euros, which does not agree that the undue understand and, therefore, carried out the necessary judicial review, from the Administrative and Fiscal Court of Oporto.

Litigations in progress

*Claim against agency contract termination*

The Board of Directors and its legal advisors believe that the arguments presented by a former agent, who claims compensation for the termination of the agency contract, is not in accordance with applicable law and thereby no losses will result to the company, so it was not recorded any provision in the financial statements. The referred agency contract termination was due to breach of contractual obligation.

As of January 2011, the court judgement was concluded with favourable decision to the Group. However, in 2011 the referred former agent made an appeal in order to reopen the case, pending further decision. During 2012, were presented claims and counter-claims of appeal to the Supreme Court.

In 2014, the company was notified of the decision of the Supreme Court having to pay compensation for indirect damage and personal injuries. At this compensation will be deducted amounts receivable and the related interest on a case brought by the company against the agent.

It is conviction of the board that no responsibilities will result for the Group from the end of this process.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

36. INFORMATION RELATED TO ENVIRONMENTAL AREA

The Group adopts the necessary measures relating to the environment, aiming to fulfil current applicable legislation.

The Toyota Caetano Group Board of Directors does not estimate that there are risks related to the environmental protection and improvement, not having received any infraction related to this matter during the first half of 2015.

37. END OF LIFE VEHICLES

In September 2000, the European Commission approved a Directive regarding end-of-life vehicles and the responsibility of Producers/Distributors for dismantling and recycling them.

Producers/Distributors will have to support at least a significant part of the cost of the dismantling of vehicles that went to the market after July 1, 2002, as well as in relation to vehicles produced before this date, but presented as of January 1, 2007.

This legislation will impact Toyota vehicles sold in Portugal. Toyota Caetano and Toyota are closely monitoring the development of Portuguese National Legislation in order to assess the impact of these operations in its financial statements.

It is our conviction, in accordance with studies performed on the Portuguese market, and taking in consideration the possible usage of the vehicles parts resulting from the dismantlement, that the effective impact of this legislation in the Company accounts will be reduced or nil.

Meanwhile, and according to the legislation in force (Dec. /Law 196/2003), the Company signed a contract with “ValorCar – Sociedade de Gestão de Veículos em Fim de Vida, Lda” - a licensed entity for the management of an integrated system of VLF- the transfer of the liabilities in this process.

38. EARNINGS PER SHARE

The earnings per share for the six month period ended as of June 30, 2015 and 2014 were computed based on the following amounts:

|  | Jun-15     | Jun-14     |
|--|------------|------------|
| Net Income                             |            |            |
| Basic                                  | 1.084.470  | 1.806.168  |
| Diluted                                | 1.084.470  | 1.806.168  |
| Number of shares                       | 35.000.000 | 35.000.000 |
| Earnings per share (basic and diluted) | 0,031      | 0,052      |

During the six month period ended as of June 30, 2015 and Jun 30, 2014 there were no changes in the number of shares outstanding.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AT 30 JUNE 2015

(Amounts in Euros)

39. FINANCIAL STATEMENTS APPROVAL

The consolidated financial statements were approved by the Board of Directors on August 27th, 2015.

40. EXPLANATION ADDED FOR TRANSLATION

These financial statements are a translation of financial statements originally issued in Portuguese language in accordance with IFRS. In the event of discrepancies, the Portuguese language version prevails.

ADMINISTRATIVE MANAGER

ALEXANDRA MARIA PACHECO GAMA JUNQUEIRA

BOARD OF DIRECTORS

JOSÉ REIS DA SILVA RAMOS - President  
MARIA ANGELINA MARTINS CAETANO RAMOS  
SALVADOR ACÁCIO MARTINS CAETANO  
MIGUEL PEDRO CAETANO RAMOS  
TAKESHI NUMA  
RUI MANUEL MACHADO DE NORONHA MENDES

## **Report and opinion of the Fiscal Council**

In accordance with the terms of item g) of Article 420.º of the Companies Code and of the Articles of Association, it competes us to appreciate the report of the management performed and proceed to the general appraisal of the documents and statement of consolidated accounts of TOYOTA CAETANO PORTUGAL, SA, referring to the first semester of 2015 and which were presented to us by the Board of Directors.

In accordance with the assignments conferred to us, during this exercise we proceeded to the follow-up of the evolution of the social business with the frequency and to the extend considered advisable, to the general analysis of the financial procedures and the confirmation by sampling of the respective files.

We have no knowledge of any situation which didn't respect the articles of association and the legal terms applicable.

We analysed the limited revision Report elaborated by the registered auditor in CMVM (Comissão Mercado Valores Mobiliários) under number 9077, with which we agree.

Thus,

All members of the Board of Auditors of the TOYOTA CAETANO PORTUGAL, SA under the terms of item c) of number 1 of Article 246.º of the Exchange Stock Code, hereby confirm, as far as it is our knowledge, that the information provided in item a) of the above referred article was elaborated according to accounting rules applicable, evidencing a correct and clear image of the assets and liabilities, of the financial highlights and results of Group TOYOTA CAETANO PORTUGAL, SA and that the report of the management clearly shows the business evolution, the performance and the position of the Group, evidencing as well a description of the mains risks and incertitude's to be faced.

In these terms, we believe that the Financial Statements referring to the period ending at 30th June 2015 accurately reflect the result of all operations developed in that same period by the Group Toyota Caetano Portugal, S.A.

Vila Nova de Gaia, 27th August 2015

José Domingos da Silva Fernandes - President  
Alberto Luis Lema Mandim  
Filip Rachel k Soenen



**Limited Review Report Prepared by Auditor Registered  
with the Securities Market Commission (CMVM)  
on the Consolidated Half Year Information**

**(Free translation from the original in Portuguese)**

**Introduction**

1 In accordance with the Portuguese Securities Market Code (CVM), we present our limited review report on the consolidated financial information for the six-month period ended (30 June 2015 of Toyota Caetano Portugal, S.A. included in the consolidated Directors' Report, consolidated statement of financial position (which shows total assets of Euro 255,860,140 and total shareholders' equity of Euro 125,984,125, including non-controlling interests of Euro 1,655,917 and a net profit of Euro 1,059,322), consolidated income statement by nature, consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the period then ended, and the corresponding notes to the accounts.

2 The amounts in the consolidated financial statements, as well as those in the additional financial information, are derived from the respective accounting records.

**Responsibilities**

3 It is the responsibility of the Board of Directors: (a) to prepare consolidated financial information which present fairly, in all material respects, the financial position of the companies included in the consolidation, the consolidated results and the consolidated comprehensive income of their operations, the changes in consolidated equity and the consolidated cash flows; (b) to prepare historical financial information in accordance with International Accounting Standard 34 – Interim Financial Reporting as adopted by the European Union and which is complete, true, up-to-date, clear, objective and lawful as required by the CVM; (c) to adopt appropriate accounting policies and criteria; (d) to maintain appropriate systems of internal control; and (e) to disclose any significant matters which have influenced the activity, financial position or results.

4 Our responsibility is to verify the financial information included in the documents referred to above, namely as to whether it is complete, true, up-to-date, clear, objective and lawful, as required by the CVM, for the purpose of issuing an independent and professional report based on our work.

**Scope**

5 Our work was performed with the objective of obtaining moderate assurance about whether the financial information referred to above is free from material misstatement. Our work was performed in accordance with the Standards and Technical Recommendations issued by the Institute of Statutory Auditors, planned according to that objective, and consisted, primarily, in enquiries and analytical procedures, to review: (i) the reliability of the assertions included in the financial information; (ii) the appropriateness and consistency of the accounting principles used, as applicable; (iii) the applicability, or not, of the going concern basis of accounting; (iv) the presentation of the financial information; (v) as to whether the consolidated financial information is complete, true, up-to-date, clear, objective and lawful.

6 Our work also covered the verification that the consolidated financial information included in the consolidated Directors' Report is consistent with the remaining documents referred to above.

7 We believe that the work performed provides a reasonable basis for the issue of this limited review report on the half year information.

## **Conclusions**

8 Based on the work, which was performed with the objective of obtaining a moderate level of assurance, nothing has come to our attention that leads us to conclude that the consolidated financial information for the six-month period ended 30 June 2015 contain material misstatements that affect its conformity with International Accounting Standard 34 – Interim Financial Reporting as adopted by the European Union and that it is not complete, true, up-to-date, clear, objective and lawful.

## **Report on other requirements**

9 Based on the work, nothing has come to our attention that leads us to believe that the consolidated financial information included in the consolidated Directors' Report is not consistent with the consolidated financial information for the period.

August 27, 2015

PricewaterhouseCoopers & Associados  
- Sociedade de Revisores Oficiais de Contas, Lda.  
Registered in the Comissão do Mercado de Valores Mobiliários with no. 9077  
represented by:

José Pereira Alves, R.O.C.