IBERSOL – SGPS, SA

Publicly Listed Company

Registered office: Praça do Bom Sucesso 105/159, 9º andar, Porto

Share Capital: Euro 20.000.000

Fiscal Number: 501 669 477

Individual Annual Report 2014

(Proposal point 1 of Gerneral Annual Meeting)

MANAGEMENT REPORT

In compliance with legal and statutory obligations, we present to the Shareholders the Management Report and Accounts of IBERSOL - SGPS, SA for the financial year 2014.

1- ECONOMIC ENVIRONMENT

Recent Bank of Portugal projections estimate that the Portuguese economy grew by 0.9% in 2014 and will grow by 1.5% and 1.6% in 2015 and 2016 respectively

In the first half of 2014 economic activity grew moderately, maintaining the gradual upturn of activity begun in 2013.

Strong export growth is expected to continue in 2015 and 2016, along with acceleration of gross fixed capital formation (GFCF) and some slowing of private consumption.

With the end of the Economic and Financial Assistance Programme, and despite progress on various fronts, there are evident problems achieving more robust economic growth that can create qualified employment, stimulate the goods and services export sector even more and allow a sustained path toward public debt reduction to begin.

In this context, investment must be increased and structural reforms continued in all sectors of society, in order to increase the ability to generate wealth by stimulating economic activity: not just in traditional sectors but also in areas with more added value, fostering innovation and competitiveness.

Without active economic development policies and more and better education, young people and the best personnel will continue being forced to emigrate in search of work and self-realization.

2 – ACTIVITY

The evolution of the activity of Ibersol SGPS is associated with the strategic development of its subsidiaries, whose turnover increased 8.7 %.

Ibersol SGPS focused its activities in providing services of administration and management to the Group, mainly the management of the funds to financing the business.

Financial planning, the adequacy of financial resources of the subsidiaries, the management of the financial costs of the Group and a strict management of the treasury were a major vector of our activity.

3 – ECONOMIC AND FINANCIAL SITUATION

The most important events occurred during the period, regarding the results and changes in financial structure of the company are as follows:

3.1 RESULTS

Operating income reached to 160 thousand euros, with:

a) turnover relating to the services rendered to the subsidiary Ibersol Restauração, SA, which manages the services shared by the different brands, were equal to the last year;

b) operating costs increased to a amount of 441 thousand euros, above 31 thousand euros than the previous year .

After allocation of gains accrued to subsidiaries, operating income amounted to EUR 7.7 million, reflecting an increase of 125% when compared to 2013.

Due to the fall in interest reference rates, the financial income from the interests in the Group decreased by approximately 375 thousand euros. The company has two contracts "grouped" Commercial Paper Program of medium and long term whose organization commissions are assumed by Ibersol SGPS. This more fixed cost hindered a further reduction under interest and other financial costs, that reduced about 287 thousand euros.

The net profit in the year stood at 7.76 million euros, an increase of 117% when compared with 2013.

3.2 BALANCE

On 31 December 2014, assets amounted to 229 million euros and there was an increase in the year of 27 million. The most relevant contributions to the variation were:

- Change in valuation of investments by application the MEP in the amount of 6.6 million euros
- Internal result generated from the sale of 90% stake on the capital of Asurebi SGPS to Ibersol Restauração (now holds the entire capital of Asurebi).

On 31 of December 2014, the Company had no debt.

On 31 of December 2014, Equity stands at 153 million euros, representing an increase of 6.9 million euros, reflecting a strong financial health.

By the recognition of the added value associated with the internal sale of the stake in Asurebi as deferred income the liabilities increases by about 21 million euros.

Moreover, also the year the company received dividends from its subsidiaries amounting to EUR 1 million and distributed a similar amount to its shareholders.

4- RISKS AND UNCERTAINTIES

Risk management is a part of the Group's culture and cuts across the whole organization. It is present in every process and is the responsibility of all managers and employees at the different organizational levels.

Risk management is undertaken with the goal of creating value through management and control of uncertainties and threats that may affect the Group's companies, from a standpoint of operational continuity with a view to taking advantage of business opportunities.

In the strategic planning context, risks affecting the portfolio of existing businesses as well as the development of new businesses and more significant projects are identified and assessed. Strategies to manage those risks are then determined.

At operational level the management risks associated to each business's objectives are identified and evaluated and actions planned to manage those risks, which are included and monitored in the scope of the business plans and functional units.

The group's main internal control systems are regularly evaluated to ensure conformity of the established procedures.

Internal control and monitoring of internal control systems are conducted by the Executive Committee. Certain risk areas are due to the specific nature of the business, of which the following stand out:

- Quality, food hygiene and occupational safety;
- Diversification of markets;
- Financial;
- Environmental.

Because operations are in the food service sector eventual epidemics or distortions in raw material markets along with consumption pattern changes can significantly impact the financial statements.

5 - GOVERNANCE

Practices on Corporate Governance prepared in compliance with the provisions of article 245 - A of the Securities Code and pursuant to CMVM Regulation No. 1/2010, are included in the Report on Corporate Governance annexed consolidated report.

6 – OWN SHARES

During the year the company did not own shares transactions.

At the end of 2014, the company held 2,000,000 shares (10% of capital), with nominal value of € 1 each for a total value of the acquisition of 11,179,643 euros.

7 – Subsequent events and statement of responsibility

No significant events worthy of note occurred up to this report's approval date.

8- OUTLOOK

In an difficult recent context for the country and for the industry in which we operate, we are aware that the consumer market may recover but slowly. We will continue to support the very selective growth strategy of our subsidiaries in the markets where we operate.

9 – RESULTS APPROPIATION PROPOSAL

In the financial year of 2014 the net profit in the individual accounts is of 7,757,420.00 euros.

In accordance with legal and statutory the Board of Directors proposes the following application:

Non distributable Reserves	7,507,129.00 €
Free Reserves	250,291.00 €

We also propose to pay dividends of 1,100,000 euros that corresponding to attribute a gross dividend per share of 0.055€. In the case the company holds own shares, the mentioned attribution of 0.055€ per share in circulation will stand, being the global amount of the attributed dividends reduced.

10 – FINAL NOTES

The first vote of this Board is directed to all employees of the Group, for the dedication and enthusiasm they showed was essential for achieving the goals we have identified.

We are grateful to our suppliers of goods and services the support and we note with appreciation the assistance provided by banks and other financial institutions with whom the Group has worked throughout the year.

To The Fiscal Council and Auditors our gratitude for the assiduous collaboration and capacity for dialogue that expressed in the monitoring and review of management.

Porto , 7 April 2015

THE BOARD OF DIRECTORS

António Alberto Guerra Leal Teixeira

António Carlos Vaz Pinto Sousa

Juan Carlos Vázquez-Dodero

STATEMENT OF THE BOARD OF DIRECTORS

Within the terms of paragraph c) of article 245 of the Portuguese Securities Code, the members of the Board of Directors, identified below, declare that to the best of their knowledge:

i) the information contained in the management report, the annual accounts and all other accounting documentation required by law or regulation, was produced in compliance with the applicable accounting standards and gives a true and fair view of the assets and liabilities, the financial position and the results of Ibersol , SGPS, S.A. .
ii) the Management report is a faithful statement of the evolution of the businesses, of the performance and of the position of Ibersol , SGPS, S.A. and and contains a description of

the main risks and uncertainties which they face.

António Alberto Guerra Leal Teixeira	Presidente do Conselho de Administração
António Carlos Vaz Pinto Sousa	Vice-Presidente do Conselho de Administração
Juan Carlos Vázquez-Dodero	Vogal do Conselho de Administração

Ibersol – SGPS, SA

Individual Financial Statements

31 December 2014

Financial Statements (in euros)

Balance sheet

	Notes	SNC 2014	SNC 2013
ASSETS			
Non-current Asset			
Tangible fixed assets	3.2 and 5	-	-
Financial investments - equity method	3.1 and 6	50.117.031	165.623.945
Financial investments - other methods	3.1 and 7	264.000	264.000
Group subsidiaries	14	31.203.279	32.519.707
Other non-current assets		-	-
Total non-current assets		**81.584.310**	**198.407.651**
Current Asset			
Group subsidiaries	14	4.150.392	3.137.753
Other debtors	9	143.024.955	12.045
Deferrals	10	29.313	20.216
Cash and bank deposits	3.5 and 4	90.877	31.784
Total current assets		**147.295.537**	**3.201.798**
Total Assets		**228.879.847**	**201.609.450**
EQUITY AND LIABILITIES			
Share capital	3.6 e 11	20.000.000	20.000.000
Own shares	12	-11.179.643	-11.179.643
Share prize		469.937	469.937
Legal reserves	13	4.000.001	4.000.001
Other reserves	13	95.460.775	70.803.474
Adjustments in financial assets	6	36.482.243	58.464.957
Revaluation surpluses		12.110	12.110
Net profit in the year		7.757.420	3.576.911
Total Equity		**153.002.842**	**146.147.748**
LIABILITIES			
Non-current			
Provisions	3.10 and 6	2.551.600	2.538.680
Deferrals	9	71.819.663	51.076.981
Total non-current liabilities		**74.371.263**	**53.615.661**
Current			
Suppliers		16.272	7.268
State and other public entities	8	1.266.470	512.585
Group subsidiaries	14	159.151	785.131
Loans obtained	3.7 and 15	-	494.245
Other current liabilities	16	63.848	46.811
Total current liabilities		**1.505.742**	**1.846.041**
Total Liabilities		**75.877.005**	**55.461.702**
Total Equity and Liabilities		**228.879.847**	**201.609.450**

Financial Statements (in euros)

Income statement

INCOME AND COSTS	Notes	SNC 2014	SNC 2013
Sales	3.12 and 17	600.000	600.000
Gains/losses accrued to subsidiaries, associates and joint undertakings	6	7.586.717	3.123.044
External supplies and services	18	-93.297	-84.749
Personnel costs	18	-277.672	-248.060
Provisions (increases / decreases)	6	-12.920	-17.217
Impairment of non-depreciable assets/ amortizable (losses / reversals)	6	-66.667	115.356
Other operating income	3.11 and 20	572	935
Other operating costs	3.11 and 21	-73.857	-77.039
Income before depreciation, financing costs and taxes		**7.662.876**	**3.412.269**
Impairment of depreciable assets/ amortizable (losses / reversals)		-	-
Operating income (before financing costs and taxes)		**7.662.876**	**3.412.269**
Interest and other financial income obtained	22	236.254	610.973
Interest and other financial costs paid	22	-112.297	-403.399
Pre-tax income		**7.786.833**	**3.619.843**
Income tax	3.8 and 23	-29.413	-42.932
Net profit in the year		**7.757.420**	**3.576.911**
Earnings per share	27	0,43	0,20

Financial Statements (in euros)

Changes in equity statement

	Share Capital	Own shares	Share prize	Legal Reserves	Other reserves	Adjustments in financial assets	Revaluation surpluses	Net Profit	Total Equity
Balance on 1 January 2013	20.000.000	-11.179.643	469.937	4.000.001	70.319.912	57.402.189	12.110	2.514.018	143.538.524
Changes in period									
Changes in accounting policies									0
Application of net profit					483.563	1.040.455		-1.524.018	0
Realization of revaluation surpluses of tangible and intangible fixed assets									0
Revaluation surpluses of tangible and intangible fixed assets and their variations									0
Parque Central Maia adittion									0
Conversion reserves - Angola						22.313			22.313
Other changes in equity									0
	0	**0**	**0**	**0**	**483.563**	**1.062.768**	**0**	**-1.524.018**	**22.313**
Net profit in the year								3.576.911	**3.576.911**
Total income								3.576.911	**3.599.224**
Transactions with capital owners in the period									
Capital increseases									0
Share prizes increases									0
Dividends paid								-990.000	-990.000
Losses coverage									0
Other transactions									0
	0	**0**	**0**	**0**	**0**	**0**	**0**	**-990.000**	**-990.000**
Balance on 31 December 2013	**20.000.000**	**-11.179.643**	**469.937**	**4.000.001**	**70.803.475**	**58.464.957**	**12.110**	**3.576.911**	**146.147.747**

Financial Statements (in euros)

Changes in equity statement

	Share Capital	Own shares	Share prize	Legal Reserves	Other reserves	Adjustments in financial assets	Revaluation surpluses	Net Profit	Total Equity
Balance on 1 January 2014	20.000.000	-11.179.643	469.937	4.000.001	70.803.475	58.464.957	12.110	3.576.911	146.147.748
Changes in period									
Changes in accounting policies									0
Application of net profit					1.880.848	1.696.063		-3.576.911	0
Realization of revaluation surpluses of tangible and intangible fixed assets									0
Revaluation surpluses of tangible and intangible fixed assets and their variations									0
Sale of Asurebi investment					23.766.452	-23.766.452			0
Conversion reserves - Angola						87.675			87.675
Other changes in equity									0
	0	**0**	**0**	**0**	**25.647.301**	**-21.982.714**	**0**	**-3.576.911**	**87.675**
Net profit in the year								7.757.420	**7.757.420**
Total income								7.757.420	**7.845.095**
Transactions with capital owners in the period									
Capital increseases									0
Share prizes increases									0
Dividends paid					-990.000				-990.000
Losses coverage									0
Other transactions									0
	0	**0**	**0**	**0**	**-990.000**	**0**	**0**	**0**	**-990.000**
Balance on 31 December 2014	**20.000.000**	**-11.179.643**	**469.937**	**4.000.001**	**95.460.775**	**36.482.243**	**12.110**	**7.757.419**	**153.002.842**

Financial Statements (in euros)

Cash flows statement

	Notes	31st December 2014	31st December 2013
Cash Flows from Operating Activities			
Receipts from clients		600.000	600.000
Payments to supliers		5.208	26.891
Staff payments		220.665	205.771
Operational cash flows		**374.127**	**367.338**
Payments/receipt of income tax		1.157.583	-175.365
Other paym./receipts related with operating activities		-157.305	-143.586
Flows from Operating Activities (1)		**-940.761**	**399.117**
Cash Flows from Investment Activities			
Payments for:			
Tangible assets			
Intangible assests			
Financial Investments		1.168.372	2.848.001
Other assets			
Receipts from:			
Tangible assets			
Intangible assets			
Financial investments		2.332.000	10.410.022
Other assets			
Investment benefits			
Interest received		482.988	610.973
Dividends received	6	1.010.120	515.000
Flows from Investment Activities (2)		**2.656.736**	**8.687.994**
Cash flows from financing activities			
Receipts from:			
Loans obtained			
Capital and other equity instruments increases			
Losses coverage			
Donations			
Other financing activities			
Payments for:			
Loans obtained		494.245	7.625.901
Interest and similar costs		172.636	470.899
Dividends paid		990.000	990.000
Capital reductions and supplementary entries			
Other financing activities			
Flows from financing activities (3)		**-1.656.881**	**-9.086.800**
Change in cash & cash equivalents (1)+(2)+(3)		**59.093**	**311**
Cash & cash equivalents at the start of the period		**31.784**	**31.473**
Cash & cash equivalents at end of the period	3.5 and 4	**90.877**	**31.784**

Financial Statements (in euros)

Financial statements report

1 Introduction

Ibersol – SGPS, SA ("Company" or "Ibersol") has its head Office at Edifício Península – Praça do Bom Sucesso, 105/159 – 9º - 4150-146 Porto, Portugal. Ibersol was set up on 30 December 1985 with management of shareholdings main activity.

Ibersol is owned by 49,99% by IES – Indústria, Engenharia e Serviços, SGPS, S.A., with its head office at Edifício Península – Praça do Bom Sucesso, 105/159 – 9º - 4150-146 Porto.

These financial statements were approved by the Board of Directors on 07th April 2015. The Board of directors believes that these financial statements reflect the true and proper Ibersol operations, as well as its position and financial performance and cash flows.

2 Financial statements accounting standards

2.1. Basis of preparation

These financial statements were prepared in accordance with the Accounting Standardisation System (SNC), as applied in Portugal, issued and in force on 31 December 2014. And accordingly with the principle of historical cost, except, when applicable, in the fair value adjustments effected under previous legislation (POC).

In these individual financial statements equity in 31st December 2014 is different from the consolidated accounts (IFRS) as follows:

	2014
Equity SNC	153.002.842
Group's consolidated equity (IFRS)	121.336.699
Diference	**31.666.143**

This difference stems from:
i) deferred benefit correction corresponding to the value in between group transaction recorded in previous years (39.087.546 euros);
ii) Goodwill amortisation from January 2004 until 31 December 2008 in the annual accounts prepared according to POC (7.468.740 euros).

In the process of determining the accounting policies adopted by Ibersol the preparation of financial statements in accordance with the SNC requires the use of estimates, assumptions and critical judgements, with significant impact on the accounting value of assets and liabilities, as well as income and expenses of the reporting period.

Although these estimates are based on best experience of the Board of Directors and their best expectations in relation to current and future events and actions, present and future profit may differ from these estimates. In Note 3 of these financial statements we have the areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant.

2.2. Derogation from SNC standards

In these financial statements, there hasn't been any exception involving directly the derogation of any SNC standard.

2.3. Comparability of Financial statements

The elements contained in these financial statements are all comparable with the previous year.

3 Main accounting policies

The main accounting policies applied in preparing these financial statements are described below. Unless stated these policies have been consistently applied to all years presented.

3.1. Financial investments

Subsidiaries are all entities in which Ibersol directly or indirectly has the power to control their financial and operational activities, which is usually associated with holding more than half of the voting rights. The existence and the effect of potential voting rights are considered in the evaluation of the control over a subsidiary.

Associates are entities over which the company has between 20% and 50% of the voting rights or on which the company has significant influence, but which cannot exercise its control.

Investments in subsidiaries and associates are presented by the amount resulting from application of the equity method. According to this method, the financial statements include the company's share in total recognised gains and losses from the date on which control or significant influence begins until the date on which actually ends. Gains or losses on transactions between the Group and its subsidiaries and associated companies are eliminated. The dividends allocated by subsidiaries and associates are considered investment reductions.

The excess of the cost of acquisition over the fair value of the portion of the company in the identifiable assets acquired is recorded as goodwill, which, less accumulated impairment losses, is considered the value entered as the company's investment in subsidiaries and associates. If the acquisition cost is less than the fair value of net assets acquired subsidiary or associated with, the difference is recognised directly in the income statement.

When the share of losses of a subsidiary or associated exceeds their investment and if the company has incurred in obligations or made payments on behalf of the subsidiary or associated Ibersol recognizes additional losses in the future.

When necessary the accounting policies of subsidiaries and associates are changed, to ensure that they are consistently within all group companies.

The entities that qualify as subsidiaries and associates are listed in note 6.

Ibersol, SGPS, S.A. prepares consolidated accounts.

3.2. Tangible fixed assets

Tangible fixed assets are shown at the acquisition cost, net of the respective amortisation and accumulated impairment losses. This includes estimated cost at the date of transition to NCRF, and acquisition costs to assets acquired after that date

The historic cost includes all expenses attributable directly to the acquisition of goods.

Subsequent costs are added to the amounts for which the good is recorded or recognised as separate assets, as appropriate, only when it is probable that the company will obtain the underlying economic benefits and the cost may be reliably measured.

Other expenses on repairs and maintenance are recognised as an expense in the period in which they are incurred.

The estimated lifetime for the most significant tangible fixed assets are as follows:

Financial Statements (in euros)

	Years
Land and buildings	Between 10 and 20 years
Equipment	Between 4 and 20 years
Other tangible assets	Between 5 and 10 years

Depreciation of assets is calculated by the equal annual amounts method, accordingly with accounting policies in force (DR nº 25/2009 14 September). Depreciation of tangible fixed assets begins when they are available for use.

The estimated lifetime of assets are reviewed each year, in which the depreciation is evaluated with the standards of use of assets. Changes to the estimated lifetime are treated as a change in accounting estimate and are applied prospectively.

As vidas úteis dos activos são revistas em cada ano de relato financeiro, para que as depreciações praticadas estejam em conformidade com os padrões de consumo dos activos. Alterações às vidas úteis são tratadas como uma alteração de estimativa contabilística e são aplicadas prospectivamente.

Impairment tests are carried out whenever there is evidence of loss of value to estimate the recoverable amount of the asset, and when necessary to record an impairment loss. The recoverable amount is determined as the higher of net selling price and value in use of the asset, the latter being calculated based on the present value of estimated future cash flows from continuing use and disposal of the asset at the end of its useful life

Gains and losses consequent to a reduction or sale are determined by the difference between receipts from the sale and the asset's accounted value, and are recognised in the profit and loss account.

3.3. Impairment of assets

Assets with a specific lifetime are not subject to amortisation and are, instead, subject to annual impairment tests. Ibersol performs impairment test in December of each year and whenever there are events or alterations in the circumstances causing their accounting value not to be recoverable.

Ibersol identifies an impairment loss and determines whether the loss is permanent or not whenever the recoverable amount is less than the carrying value of assets. In cases where the loss is not considered permanent and definitive, Ibersol makes the disclosure of the reasons for this conclusion.

The recoverable amount is the highest amount between an asset's fair value minus the costs necessary for its sale and its utilisation value. Assets are grouped at the lowest level at which it may be able to separately identify cash flows (units generating cash flows), to perform impairment tests.

At each reporting date, non-financial assets with impairment, other than goodwill, are assessed on the possible reversal of impairment losses.

Amortisation and depreciation of assets are recalculated prospectively in accordance with the recoverable value when there is an impairment reversal.

3.4. Financial assets

The Board of Directors determines the classification of financial assets at initial recognition date according to the NCRF 27 – financial instruments.

Financial assets can be measured as:

(a) at cost or amortised cost less impairment losses; or
(b) at fair value with changes in fair value recognized in the income statement.

Financial assets are classified and measured at cost or amortised cost: i) that have sight deadlines or defined maturity; ii) whose return is of fixed amount, interest rate fixed or variable rate fixed to a reference rate; and iii) who do not have any contractual clause which may result in loss of face value and interest accrued.

Interest earned to recognize in each period is determined according to the effective interest rate method, which corresponds to the rate that discounts estimated future cash receipts during the expected life of the financial instrument, for assets recorded at amortized cost.

Financial assets which represent loans, accounts receivable (customers, other debtors, etc.) and equity instruments and associated derivatives contracts, and which are not traded in active market or whose fair value cannot be reliably determined, are recorded at cost or amortised cost.

The Ibersol classifies and measures the fair value of financial assets that do not comply with the conditions to be measured at cost or amortised cost, as described above. Derivative contracts and financial assets held for trading are recorded at fair value of financial assets which represent equity instruments quoted on active market. Changes in fair value are recorded in the income statement, except for financial derivatives that qualify as coverage of cash flows.

At each reporting date Ibersol evaluates indicators of loss of value for financial assets that are not measured at fair value through earnings. If there is objective evidence of impairment, Ibersol recognises an impairment loss in the income statement.

Financial assets are derecognised when the rights to receive cash flows generated by these investments expire or are transferred, as well as all risks and benefits associated with possession.

3.5. Cash and cash equivalents

Cash and cash equivalents include cash amounts, bank deposits, other short term investments with high liquidity and initial maturities of up to 3 months and bank overdrafts. Bank overdrafts are presented in the balance sheet, in current liabilities, in the Obtained Loans item, and are considered in the the cash flow statement as cash and cash equivalents.

3.6. Share capital

When effected ordinary shares are classified in equity. Incremental costs directly attributable to the emission of new shares or options are presented in equity as a deduction, net of taxes, of entries.

3.7. Loans obtained

Loans obtained are initially recognised at the fair value, including incurred transaction costs. Medium and long term loans are subsequently presented at cost minus any amortisation; any difference between receipts (net of transaction costs) and the amortised value is recognised in the profit and loss account during the loan period, using the effective rate method.

Loans obtained are classified in current liabilities, except when Ibersol is entitled to an unconditional right to defer the liquidation of the liability for at least 12 months after the balance sheet date.

3.8. Income tax

Income tax for the period comprises current and deferred taxes. Income taxes are recorded in the income statement, except when they relate to items recognised directly in equity. The value of current tax payable is determined based on the result before taxes, adjusted in accordance with the tax rules in force.

Deferred taxes are recognised overall, using the liability method and calculated based on the temporary differences arising from the difference between the taxable base of assets and liabilities and their values in the financial statements.

Deferred taxes are determined by the tax (and legal) rates decreed or substantially decreed on the date of the balance sheet and that can be expected to be applicable in the period of the deferred tax asset or in the liquidation of the deferred tax liability.

Deferred tax assets are recognised insofar as it will be probable that future taxable income will be available for using the respective temporary difference. Deferred tax liabilities are recognised for all temporary differences, except those related to: i) the initial recognition of goodwill; or ii) the initial recognition of an asset or liability in a transaction that is not a corporate concentration or that, on the transaction date, does not affect the accounting result or the tax result. However, in respect of taxable temporary differences related to investments in subsidiaries, these are not recognised because: i) the parent company has the ability to control the amount of the reversal of the temporary difference; and ii) it is probable that the temporary difference will not be reverse in the near future.

3.9. Personnel benefits

The employee performance premiums are recorded in the year to which they relate, regardless of the year in which the payment occurs.

3.10. Provisions

Provisions for costs of restructuring activities, paid contracts and legal claims are recognised when: i) Ibersol has a legal or constructive obligation due to past events; ii) it is probable that a outflow of resources will be necessary to liquidate the obligation; e iii) the obligation amount may be reliably estimated. Whenever one of the criteria is not met or the existence of the obligation is subject to the occurrence (or not) of a certain future event, Ibersol discloses a contingent liability, unless the enforceability for payment is considered remote.

Provisions are measured at the present value of estimated expenditures to settle the obligation using a pre-tax rate that reflects market assessment for the period of discount and to the risk of that provision.

3.11. Costs and income

In accordance with the principle of accrual accounting expenses and income are recorded in the period to which they relate, regardless of their payment or receipt. The differences between the amounts received and paid and the corresponding revenues and expenses are recognised as assets or liabilities

3.12. Revenue

Revenue comprises the fair value of the sale of rendering of services from Ibersol's activities, net of taxes and discounts and after eliminating internal sales.

Rendering of services is recognised in the accounting period in which the services are rendered, in accordance with the percentage of completion or based on the period of the contract when the service is not associated with the implementation of specific activities, but to provide continuous service.

3.13. Important accounting estimates and judgments

Estimates and judgements are continuously evaluated and are based on past experience and on other factors, including expectations regarding future events that are believed to be reasonably probable within the respective circumstances.

Due to its nature accounting based on estimates rarely corresponds to the real reported results. Estimates and premises that present a significant risk of leading to a material adjustment in the accounting value of the assets and liabilities in the following year are described below:

Important accounting estimates

3.13.1 Provisions

The company determines periodically if any obligations arising from past events should be merit recognition or disclosure.

The determination if an amount of internal resources is required for the payment of obligations is very subjective and could lead to significant adjustments, either by variation of the assumptions used, either by the future recognition of provisions previously disclosed as contingent liabilities.

3.13.2 Impairment

The determination of a potential impairment loss can be triggered by the occurrence of various events, which are outside the sphere of Ibersol influence, such as: the future availability of funding, the cost of capital, as well as for any other changes, either internal or external.

It is expected from the Board of Directors a high degree of judgement as regards the identification of indicators of impairment, the estimate of future cash flows and the determination of fair value of assets entail and evaluation of different indicators of impairment, expected cash flows, discount rates applicable, useful lives and residual values.

3.13.3 Taxes

The company recognizes liabilities for additional settlements of taxes which may result from inspections made by the tax authorities. When the final result of tax inspections is different from the values initially recorded, differences will impact the income tax and deferred taxes, in the period in which such differences are identified.

3.14. Financial risk management

The group's activities are exposed to a number of financial risk factors: market risk (including interest rate risk), credit risk, liquidity risk and capital risk. Ibersol maintains the risk management program that focuses its analysis on financial markets to minimise the potential adverse effects of those risks on the Ibersol's financial performance.

Risk management is headed by the Financial Department based on policies approved by the Board of Directors. The treasury identifies, evaluates and employs financial risk hedging measures in close cooperation with the group's operating units. The Board provides principles for managing the risk as a whole and policies that cover specific areas, such as the currency exchange risk, the interest rate risk, the credit risk and the investment of surplus liquidity.

3.14.1 Market risk

Interest rate risk

In recent years Ibersol has not taken into account the possibility of hedging the risk of interest rate variations. Therefore, all of the remunerated debt bears interests at a variable interest rate. Loans issued with variable rates expose the group to the cash flow risk associated to interest rates. Ibersol's interest rate risk stems from its liabilities, in particular from short-term loans. The company has no significant risk of interest rate, since loans obtained are significant less than loans granted.

3.14.2 Credit risk

Ibersol's credit risk stems from its liabilities, in particular from loans to subsidiaries. The credit risk is assured by the company's financial Direction, taking into account the historic trading relationship, its financial situation, as well as other information that may be obtained through the network business of Ibersol. If necessary, the credit limits established are regularly reviewed and revised. Credit risk is reduced.

3.14.3 Liquidity risk

Liquidity risk management implies maintaining a sufficient amount of cash and bank deposits, the feasibility of consolidating the floating debt through a suitable amount of credit facilities and the capacity to liquidate market positions. Treasury needs are managed based on the annual plan that is reviewed every quarter and adjusted daily. Related with the dynamics of the underlying business operations, the group's treasury strives to maintain the floating debt flexible by maintaining credit lines available.

Financial Statements (in euros)

3.14.4 Capital risk

The company aims to maintain an equity level suitable to the characteristics of its main business (cash sales and credit from suppliers) and to ensure continuity and expansion. The capital structure balance is monitored based on the gearing ratio (defined as: net remunerated debt / net remunerated debt + equity) in order to place the ratio above 35%.

On 31 December 2014 and 2013 Ibersol has no gearing ratio by the absence of remunerated debt.

4 Cash flows

On 31 December 2014 and 2013, cash and bank deposits are broken as follows:

	2014	2013
Bank deposits	90.877	31.784
Cash and bank deposits	90.877	31.784

"Cash and cash equivalents" for the preparation of the statement of cash flows for the year ended December 31, 2014 is as follows:

	2014	2013
Bank deposits	90.877	31.784
Term deposits	-	-
Other deposits	-	-
	90.877	31.784
Cash and cash equivalents (asset)	90.877	31.784
Cash equivalents (liabilities)	-	-
Cash and cash equivalents on the cash flows statement	90.877	31.784

5 Tangible fixed assets

As the assets are fully reinstated, in the years ending on 31 December 2014 and 2013, there has been no movement in tangible fixed assets and no depreciations were carried out.

	Land and buildings	Basic equipment	Transport equipment	Office equipment	Other tang. Assets	Total
31 December 2014						
Cost	29.828	3.736	-	215.338	18.289	267.191
Accumulated depreciation	29.828	3.736	-	215.338	18.289	267.191
Accumulated impairment	-	-	-	-	-	-
Net amount	-	-	-	-	-	-

6 Financial investments – equity method

	2014	2013
Goodwill (6.1)	35.661.496	35.642.584
Financial investments (6.2)	14.455.538	129.981.360
	50.117.034	165.623.944

Financial Statements (in euros)

6.1 Goodwill

The table bellow summarises the Goodwill broken down into segments:

	Goodwill	
	2014	2013
Portugal	8.515.799	8.430.220
Spain	27.845.512	27.845.512
Angola	130.714	130.714
	36.492.025	36.406.446
Accumulated impairment	-830.529	-763.862
	35.661.496	35.642.584

In the years ending on 31 December 2014 and 2013, the changes occurred in the value of goodwill were as follows:

	2014	2013
Initial net amount	36.406.446	36.226.717
Additions (1)	85.579	179.729
Decreases	-	-
Other variations	-	-
Final net amount	36.492.025	36.406.446

(1) in 2013 and 2014, the increase in goodwill arises from the acquisition of subsidiary Gravos 2012, S.A..

The main assumptions used in Impairment tests in goodwill are detailed as follow:

Growth rate in perpetuity and for the period	
Portugal	3,00% (1% real + 2% inflação)
Spain	3,00% (1% real + 2% inflação)
Discount rate for the perpetuity	
Portugal	6,80%
Spain	6,40%
Discount rate for the period (5 years)	
Portugal	7,70%
Spain	7,00%

The presented pre-tax discount rate was calculated on the bases of WACC (Weighted Average Cost of Capital) methodology.

From the impairment tests performed, there was recognised impairment of Goodwill in subsidiary Maestro with the amount of 66.667 euros. The accumulated impairment at the end of the year 2014 is 830.529 euros (in which 394.575 are from subsidiary Maestro and 435.954 from Restmon).

6.2 Financial investments

On 31 December 2014 and 2013, Ibersol's subsidiaries are expressed in the balance sheet by the equity method as follows:

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	2014			2013		
	Acquisition value	Equity adjustment	Balance sheet value	Acquisition value	Equity adjustment	Balance sheet value
Subsidiaries						
Ibersol Restauração, S.A.	847.986	8.324.800	9.172.786	847.986	8.092.494	8.940.480
Iberusa-Hotelaria e Restauração, S.A.	158.119	947.925	1.106.044	158.119	979.490	1.137.609
Asurebi SGPS, S.A.	-	-	-	98.490.866	18.042.755	116.533.621
Ibersol Madeira Restauração, S.A.	242.800	1.769.785	2.012.585	90.000	1.583.335	1.673.335
Restmon Portugal, Lda	499.448	-499.448	-	499.448	-499.448	-
Eggon - SGPS, S.A.	645.000	911.455	1.556.455	645.000	883.018	1.528.018
Ibergourmet-Prod.Alimentares, S.A.	57.020	546.852	603.872	57.020	109.659	166.679
Ibersol Angola, S.A.	720	3.076	3.796	720	899	1.619
	2.451.092	12.004.445	14.455.538	100.789.158	29.192.202	129.981.360

In the year ending on 31 December 2014 and 2013, changes under investments in subsidiaries are presented as follows:

	Ibersol Rest., S.A.	Ibersol Madeira Rest., S.A.	Iberusa Hotelaria e Rest., S.A.	Asurebi SGPS, S.A.	Eggon - SGPS, S.A.	Restmon Portugal, Lda	Ibergourmet-Prod.Alimen., S.A.	Ibersol Angola, S.A	Total
1st January 2014	8.940.480	1.673.335	1.137.609	116.533.621	1.528.018	-	166.679	1.619	129.981.361
Acquisition/sale	-	152.800 (1)	-	-122.257.316 (2)	-	-	-	-	-122.104.516
Gains/losses	427.306	546.450	-31.565	6.176.719	28.437	-	437.193	2.177	7.586.717
Fair value adjustments	-	-	-	-	-	-	-	-	-
Other movement in Equity	-	-	-	2.096	-	-	-	-	2.096
Dividends received	-195.000	-360.000	-	-455.120	-	-	-	-	-1.010.120
31st December 2014	9.172.786	2.012.585	1.106.044	0	1.556.455	-	603.872	3.796	14.455.537

	Ibersol Rest., S.A.	Ibersol Madeira Rest., S.A.	Iberusa Hotelaria e Rest., S.A.	Asurebi SGPS, S.A.	Eggon - SGPS, S.A.	Restmon Portugal, Lda	Ibergourmet-Prod.Alimen., S.A.	Ibersol Angola, S.A	Total
1st January 2013	8.896.656	1.217.610	1.261.312	114.579.950	1.534.631	-	-	574	127.490.733
Acquisition	-	40.000 (1)	-	-	-	-	-	-	40.000
Gains/losses	268.824	705.725	-123.703	2.111.087	-6.613	-	166.679	1.045	3.123.044
Fair value adjustments	-	-	-	-	-	-	-	-	-
Other movement in Equity	-	-	-	-157.416	-	-	-	-	-157.416
Dividends received	-225.000	-290.000	-	-	-	-	-	-	-515.000
31st December 2013	8.940.480	1.673.335	1.137.609	116.533.621	1.528.018	-	166.679	1.619	129.981.361

(1) subscription of the capital increase of the subsidiary;
(2) sale of Asurebi to Ibersol restauração subsidiary on 31st December 2014.

Assets and liabilities on 31 December 2014 and 2013, and gain and losses earned in 2014 and 2013, as recognised in the separate financial statements of subsidiaries are as follows:

2014	Ibersol Rest., S.A.	Ibersol Madeira Rest., S.A.	Iberusa Hotelaria e Rest., S.A.	Asurebi SGPS, S.A.	Eggon SGPS, S.A.	Restmon Portugal, Lda	Ibergourmet-Prod.Alimen., S.A.	Ibersol Angola, S.A.
Equity	5.217.578	1.332.677	67.167.632	-	24.939.392	-2.184.385	2.105.814	4.783.360
Total income	253.884	517.623	59.721	-	507.020	-20.097	433.422	729.191
% Investment	100,00%	100,00%	5,00%	-	2,11%	61,00%	100,00%	0,20%
Acquisition value	847.986	242.800	158.119	-	645.000	499.448	57.020	720

2013	Ibersol Rest., S.A.	Ibersol Madeira Rest., S.A.	Iberusa Hotelaria e Rest., S.A.	Asurebi SGPS, S.A.	Eggon SGPS, S.A.	Restmon Portugal, Lda	Ibergourmet-Prod.Alimen., S.A.	Ibersol Angola, S.A.
Equity	1.105.687	1.037.981	40.449.790	145.460.520	24.526.495	-2.164.288	1.672.392	3.513.995
Total income	198.921	452.657	-1.409.141	2.976.175	117.533	-30.836	341.600	296.383
% Investment	100,00%	100,00%	5,00%	89,98%	2,11%	61,00%	100,00%	0,20%
Acquisition value	847.986	90.000	158.119	98.490.866	645.000	499.448	57.020	720

Financial Statements (in euros)

6.3 Adjustments in financial assets

This account reflects the adjustments to the equity method.
In the year ending 2014 and 2013 financial assets movements are broken down as follows:

	2014	2013
Initial amount	58.464.957	57.402.189
Additions (1)	2.793.858	1.577.768
Decreases (2)	24.776.573	515.000
Final amount	36.482.243	58.464.957

(1) additions in 2014 and 2013 result mainly from the application of the previous year's earnings.
(2) decreases in 2014 and 2013 result from dividends received in the year (1.020.120 eur in 2014 and 515.000 in 2013) and an additional decrease in 2014 from Asurebi sale.

The balance of heading adjustments in financial assets is not distributed to shareholders.

6.4 Provisions

In the year ending 2014 and 2013 provisions movements are broken down as follows:

	Legal proceedings		Losses in subsidiaries	
	2014	2013	2014	2013
Initial amount	5.257	5.257	2.533.423	2.516.206
Additions (1)	-	-	12.920	17.217
Decreases	-	-	-	-
Final amount	5.257	5.257	2.546.343	2.533.423

(1) additions in 2014 and 2013 result from subsidiary Restmon adjusted earnings.

7 Financial investments – other methods

On 31 December 2014 and 2013, the assets recognized under this heading relate to capital shares, as follows:

	% own	2014	2013
Change Partners I, SGPS, S.A.	3,08%	264.000	264.000
Total		264.000	264.000

The primary business of Change Partners I, SGPS, S.A., is management of shareholdings. This investment is valued at cost because it is not possible to determine reliably the fair value.

8 State and other public entities

On 31 December 2014 and 2013, state and other public entities are broken as follows:

	2014		2013	
	Debit balance	Credit balance	Debit balance	Credit balance
Income tax - IRC (1)	-	1.124.669	-	367.487
Income tax - IRS	-	5.867	-	5.874
Value added tax - VAT	-	129.499	-	132.788
Social security contributions	-	6.436	-	6.436
Other taxes	-	-	-	-
	-	1.266.470	-	512.585

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(1) By applying the special taxation for corporate groups (RETGS) for the first time in 2013 (referring to 2012 income), the shareholder Ibersol - SGPS, SA will carry out payments of its subsidiaries income tax (Note 14.2).

For the periods presented the credit balance of IRC has the following breakdown:

	2014	2013
Payments on account (PEC)	-82.239	-103.508
Payments on account	-851.829	-83.631
Withholding taxes	-136	-196
Income tax - IRC (Note 23)	68.527	105.431
Income tax - RETGS	1.990.346	449.391
Total	1.124.669	367.487

9 Other debtors

On 31 December 2014 and 2013, the detail of other current debtors is as follows:

		2014		2013	
		Corrente	**Total**	**Corrente**	**Total**
Outros devedores:					
- Alienação de investimentos financeiros	(1)	143.000.000	143.000.000	-	-
- Alienação de activos tangíveis			-	-	-
- Devedores diversos		22.250	22.250	10.634	10.634
Sub-total		143.022.250	143.022.250	10.634	10.634
Pessoal		2.705	2.705	1.410	1.410
Sub-total		2.705	2.705	1.410	1.410
Devedores por acréscimos:					
- Fees		-	-	-	-
- Outros		-	-	-	-
Sub-total		-	-	-	-
Perdas por imparidade acumuladas		-	-	-	-
Outras contas a receber		143.024.955	143.024.955	12.045	12.045

(1) balance on the sale of 89.98% of capital held in Asurebi SGPS, payable on April 30, 2015.

10 Deferrals

On 31 December 2014 and 2013 the Ibersol has recorded under the heading of deferrals, the following balances:

	2014	2013
Insurance	2.564	2.657
Rents	3.353	3.353
Financial fees	23.396	14.206
Others	-	-
Deferred costs	29.313	20.216

Deferred costs are mainly related to financial fees as they are deferred for the period of the loans.

	2014	2013
Other income (1)	71.819.663	51.076.981
Deferred income	71.819.663	51.076.981

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(1) in 2013, balance raised from the sale of a financial investment within the group, in 1999. Change in the year result from Asurebi SGPS subsidiary sale to Ibersol Restauração. These amounts will be recognized in the income statement only at the time of its sale to an external entity.

11 Capital

On 31 December 2014, fully subscribed and paid up share capital was represented by 20.000.000 shares to the bearer with a par value of 1 euro each.

12 Own shares

In the years 2014 and 2013 Ibersol did not acquired nor sold any own shares. The shares are subordinated to the policy stipulated for own shares which specifies that the respective voting rights are suspended whilst the shares are held by the company, although Ibersol may sell these shares.

At the end of the year the company held 2.000.000 own shares acquired for 11.179.644 euros. According to the legislation in force, Ibersol shall maintain a non-available reserve bt the same amount of the purchase of own shares. This reserve is included in Other reserves.

13 Reserves

On December 2014 and 2013, reserves were broken down as follows:

13.1 Legal reserves

	Legal reserves	
	2014	**2013**
1st January	4.000.001	4.000.001
Increase	-	-
Use	-	-
31st December	4.000.001	4.000.001

The legal reserve is fully constituted under the law (20% of the share capital). This reserve can only be used to cover losses or increase Capital.

13.2 Other reserves

	Own shares reserves		**Other reserves**	
	2014	**2013**	**2014**	**2013**
1st January	11.179.643	11.179.643	59.623.831	59.140.268
Increase (1)	-	-	25.757.300	483.563
Use (2)	-	-	1.100.000	-
31st December	11.179.643	11.179.643	84.281.132	59.623.831

(1) increases in 2014 result mainly from the sale of Asurebi subsidiary, resulting in a transfer of about 23,8 millions eur from adjustments in financial assets.
(2) amount for dividends paid.

Ibersol available reserves amounts 59.533.951 euros. Legal reserves (4.000.001 euros) and own shares reserves held by Ibersol (11.179.644 euros) are unavailable for distribution.

14 Group subsidiaries

14.1 Non-current assets

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On 31 December 2014 and 2013, balances recognised under this heading relate to loans granted to subsidiaries of Ibersol and subsidiaries supplementary capital contributions. These loans with repayment periods exceeding 1 year accrues interest at a fixed rate based on Euribor 12 m + 1,25% and changed as variation of ECB reference rate. Subsidiaries supplementary capital contributions are not remunerated, or have no fixed maturity.

	2014							
	Iberusa	**Ibersol Restauração**	**Asurebi SGPS**	**Restmon**	**Eggon**	**Ibergourmet**	**Ibersol Angola**	**TOTAL**
Non-current								
Loans granted								
Subsidiaries	2.346.500	9.960.996	2.555.000	1.276.000	-	-	-	16.138.496
Supplementary capital contributions								
Subsidiaries	12.000.000	-	-	-	1.875.000	1.185.000	4.783	15.064.783
Loans granted and supplementary capital contributions	14.346.500	9.960.996	2.555.000	1.276.000	1.875.000	1.185.000	4.783	31.203.279
Accumulated impairment losses	-	-	-	-	-	-	-	-
Non-current total	14.346.500	9.960.996	2.555.000	1.276.000	1.875.000	1.185.000	4.783	31.203.279

	2013							
	Iberusa	**Ibersol Restauração**	**Asurebi SGPS**	**Restmon**	**Eggon**	**Ibergourmet**	**Ibersol Angola**	**TOTAL**
Non-current								
Loans granted								
Subsidiaries	13.033.500	9.960.996	3.185.000	1.276.000	-	-	-	27.455.496
Supplementary capital contributions								
Subsidiaries	2.000.000	-	-	-	1.875.000	1.185.000	4.210	5.064.210
Loans granted and supplementary capital contributions	15.033.500	9.960.996	3.185.000	1.276.000	1.875.000	1.185.000	4.210	32.519.707
Accumulated impairment losses	-	-	-	-	-	-	-	-
Non-current total	15.033.500	9.960.996	3.185.000	1.276.000	1.875.000	1.185.000	4.210	32.519.707

Changes in this heading, are presented as follows:

	2014	**2013**
Initial amount	32.519.706	40.121.728
Additions	1.015.572	2.807.978
Decreases	2.332.000	10.410.000
Final amount	31.203.278	32.519.706

In the years ending on 31 December 2014 and 2013, the changes occurred in the impairment losses were as follows:

	2014	**2013**
Initial amount	-	182.023
Additions	-	-
Decreases (1)	-	182.023
Final amount	-	-

(1) decreases in 2013 result from the subsidiary Ibergourmet adjusted earnings.

14.2 Current assets and liabilities

On 31 December 2014 and 2013, balances recognised under this heading relate to interest concerning loans granted to subsidiaries of Ibersol and subsidiaries current year income tax, as follows:

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	2014		2013	
	Current asset	Current liabilities	Current asset	Current liabilities
Income tax - RETGS	2.221.846	159.151	962.473	785.131
Interest loans	1.928.546	-	2.175.280	-
	4.150.392	159.151	3.137.753	785.131

By applying the special taxation for corporate groups (RETGS) for the first time in 2013 (referring to 2012 income), the shareholder Ibersol - SGPS, SA will carry out payments of its subsidiaries income tax.

These balances are presented as follows (Note 26):

	2014		2013	
	Debit	Credit	Debit	Credit
Ibersol Restauração	104.761	-	89.113	-
Iberusa	201.472	-	-	339.820
Asurebi	-	108.431	-	188.610
IBR Imobiliária	163.009	-	174.840	-
Ibersol Hotelaria e Turismo	118.596	-	77.818	-
Eggon	11.639	-	3.970	-
Iber King	1.078.884	-	339.160	-
Ibersol Madeira & Açores	43.489	-	16.700	-
Sugestões & Opções	44.556	-	-	15.169
Anatir	4.962	-	72.612	-
Ibergourmet	143.826	-	125.630	-
Iberaki	6.531	-	20.374	-
Ferro & Ferro	2.875	-	-	40.054
Restoh	-	-	31.600	-
Firmoven	-	37.035	-	10.383
QRM	24.268	-	1.867	-
Resboavista	2.231	-	-	99.626
JSCC	91.655	-	-	5.848
SEC	-	13.685	-	85.622
Parque Central Maia	-	-	8.789	-
Ibersande	179.090		-	-
	2.221.846	159.151	962.473	785.131

Concerning interest loans, short term balances of the subsidiaries are presented as follows:

	2014	2013
Ibersol Restauração	1.611.436	1.357.181
Iberusa	37.238	250.085
Restmon	239.927	221.937
Asurebi	39.945	346.077
	1.928.546	2.175.280

15 Loans

On 31 December 2014 and 2013, the detail of loans for the period (current and non-current) and by type of loan, is as follows:

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	2014			2013		
	Current	Non-Current	Total	Current	Non-Current	Total
Commercial paper	-	-	-	-	-	-
Bank loans	-	-	-	494.245	-	494.245
	-	-	-	494.245	-	494.245

In 2013, the average cost of loans was 4,5%.

16 Other current liabilities

On 31 December 2014 and 2013, the detail of other current liabilities is as follows:

	2014		2013	
	Current	Total	Current	Total
Other creditors				
Creditors	2.371	2.371	13.020	13.020
Accrued costs				
Payable remunerations	25.466	25.466	25.463	25.463
Premiums	-	-	-	-
Payable interest	-	-	4.384	4.384
Fee	-	-	-	-
Other	36.011	36.011	3.945	3.945
Total accounts payable to creditors and accrued costs	63.848	63.848	46.811	46.811

17 Sales and rendered services

The amount of sales and services recognized in the income statement, is detailed as follows:

	2014	2013
Rendered services - internal market	600.000	600.000
Rendered services - external market	-	-
Sub-total	600.000	600.000
Sales and rendered services	600.000	600.000

18 External supplies and services

External services and supplies in the years ending on 31 December 2014 and 2013 are broken down as follows:

	2014	2013
Services fees	89.403	76.465
Other	3.895	8.284
External supplies and services	93.297	84.749

19 Personnel costs

Personnel cost in the years ending on 31 December 2014 and 2013 are broken down as follows:

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	2014	2013
Salaries and wages		
Board od directors	28.692	28.865
Employees	207.913	171.752
	236.605	200.617
Social costs		
Performance bonus	-	-
Social security contributions	35.649	41.975
Other personnel costs	5.418	5.468
Sub-total	41.067	47.443
Personnel costs	277.672	248.060

The average number of employees in 2014 was 3 (2013:3)

20 Other income and gains

Heading other income and gains may be presented as follows:

	2014	2013
Other income and gains		
Income tax excess	-	807
Exchange rate differences	572	129
Others	-	-
	572	935

21 Other expenses and losses

The detail of other operating costs is presented in the following table:

	2014	2013
Other expenses and losses		
Taxes	11.334	9.132
Exchange rate differences	-	319
Banking services	62.523	67.588
Others	-	-
	73.857	77.039

22 Financial costs and income

Financial costs and income in the years ending on 31 December 2014 and 2013 are broken down as follows:

	2014	2013
Financial costs		
Interest on bank loans	8.293	47.379
Commercial papper interest	-	226.754
Interest on delay payments	-	-
Other interest	-	-
Commercial paper commissions	97.436	119.904
Others	6.567	9.363
	112.297	403.399

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	2014	2013
Financial income		
Interest on bank loans	645	783
Interest subsidiaries debt	235.609	610.190
	236.254	610.973

23 Income tax

Tax amount recognised in the financial statements of the years 2014 and 2013 is as follows:

	2014	2013
Current income tax	68.527	105.431
Income tax insufficiency	52.168	-
Tax saving - RETGS (Note 8)	-91.282	-62.499
Deferred taxes	-	-
Income tax	29.413	42.932

	2014	2013
Current tax for the year		
Tax base	64.332	99.463
Special tax (independent)	-	-
Pours	4.196	5.968
	68.527	105.431

Tax amount for the year reconciliation is as follows:

	2014	2013
Pre-tax profit	**7.786.833**	**3.619.843**
Tax calculated at the applicable tax rate in Portugal Portugal (24,5%726,5%)	**1.907.774**	**959.258**
Non-deductible costs	-	-
Non-deductible income	-	-214
Equity method effect	-1.839.247	-853.613
Special tax (independent)	-	-
Income tax expenses	68.527	105.431
Imposto s/ rendimento corrente	68.527	105.431
Imposto s/ rendimento diferido	-	-
Imposto s/ rendimento	68.527	105.431
Taxa efectiva de imposto	0,88%	2,91%

To determine the amount of tax in the financial statements the tax rate is chosen as follows:

	2014	2013
Tax base rate	23,00%	25,00%
Pours	1,50%	1,50%
	24,50%	26,50%

In accordance with the legislation in force, tax declarations of Ibersol are subject to review and can be corrected by the tax authorities for a period of four years in general terms, so that the declarations of 2011 to 2014 are still open.

Financial Statements (in euros)

Ibersol board of directors understands that the corrections resulting from reviews or inspections by the tax authorities will not have a significant effect on the financial statements presented on 31 December 2014.

24 Contingencies

Bail of 28.342 euros for the rental of a commercial shop of 231m2 took by the subsidiary Ibersol Restauração, S.A..

Documentary credit with stand-by letter in amount of 8.225.000 euros for loan guarantees and responsibilities associated with Santander Central Hispano-Madrid bank and subsidiary Lurca, made in July 2013.

25 Remuneration assigned to social board

The compensation granted to social board is related to fees for the annual review of the company's accounts, as follows:

	2014	2013
Auditors	47.917	42.500
Fiscal board	26.358	26.358
General Assembly	2.335	2.335
Board of Directors (1)	6.000	6.000
	82.610	77.193

(1) earnings of non-Executive Director.

Remuneration and benefits assigned to directors:

The company shareholder ATPS-S.G.P.S., S.A., which signed a service-rendering contract with the subsidiary Ibersol Restauração, SA for 2014, in the amount of 756.034 euros (756.034 euros in 2013), provided services of administration and management to the group. ATPS-S.G.P.S., S.A. under contract with Ibersol Restauração, S.A. has the obligation to ensure that its administrators, António Carlos Vaz Pinto de Sousa and Antonio Alberto Guerra Leal Teixeira, exercise their positions without incur in any additional charge.

26 Related parties

On 31 December 2014, Ibersol is controlled by ATPS, SGPS, S.A. that holds a direct participation of 4,43% and indirectly of 49.99%, through its subsidiary IES – Indústria, Engenharia e Serviços, SGPS, S.A..

26.1. Transactions with related parties

(a) Nature of relationship with related parties:

Shareholders:

ATPS – SGPS, S.A.
IES – Indústria, Engenharia e Serviços, SGPS, S.A.

Subsidiaries of Ibersol, SGPS:

Ibersande Restauração, S.A.
Iberusa – Hotelaria e Restauração, S.A.
Ibersol Madeira e Açores Restauração, S.A.
Ibersol Restauração, S.A.
Iberking Restauração, S.A.

Financial Statements (in euros)

Iberaki Restauração, S.A.
Restmon Portugal, Lda.
Ibersol – Hotelaria e Turismo, S.A.
Vidisco, S.L.
Inverpeninsular, S.L.
Ibergourmet Produtos Alimentares, S.A.
Ferro & Ferro, Lda.
Asurebi SGPS, S.A.
Charlotte Develops, S.L.
Firmoven Restauração, S.A.
I.B.R. - Sociedade Imobiliária, S.A.
Eggon SGPS, S.A.
Anatir SGPS, S.A.
Lurca, S.A.
Q.R.M. – Projectos Turísticos, S.A.
Sugestões e Opções – Actividades Turísticas, S.A.
Restoh – Restauração e Catering – S.A.
Resboavista – Restauração Internacional, Lda.
José Silva Carvalho Catering, S.A.
Iberusa Central de Compras para Restauração, ACE
Vidisco e Pasta Caffe, Union Temporal de Empresas
Maestro – Serviços de Gestão Hoteleira, S.A.
Solinca – Eventos e Catering, S.A.
Ibersol – Angola, S.A.
HCI – Imobiliária, S.A.
Parque Central Maia – Activ. Hoteleiras, Lda.
Gravos 2012, S.A.

Joint undertakings with Ibersol, SGPS:

UQ Consult, S.A.

(b) Transactions and outstanding balances with related parties:

i) Shareholders:

The company has not carried out transactions with shareholders for the year 2014.

ii) Subsidiaries:

In the years ending on 31 December 2014 and 2013 Ibersol carried out transactions with subsidiaries as follows:

Sales and rendered services

	2014	2013
Sales and rendered services		
Ibersol Restauração	600.000	600.000
	600.000	600.000

Financial income

Financial Statements (in euros)

	2014	2013
Financial income		
Asurebi	39.945	154.204
Ibersol Restauração	140.436	182.994
Iberusa	37.238	250.085
Restmon	17.990	22.907
	235.609	610.190

Products and services

	2014	2013
Products and services acquisition		
Ibersol Restauração	10.005	10.412
	10.005	10.412

Debit and credit balances

In the years ending on 31 December 2014 and 2013, the balances resulting from transactions with related parties are as follows:

	2014	2013
Debit balances		
Ibersol Restauração	144.724.373	1.446.294
Iberusa	238.710	250.085
Restmon	239.927	221.937
Asurebi	39.945	346.077
IBR Imobiliária	163.009	174.840
Ibersol Hotelaria e Turismo	118.596	77.818
Eggon	11.639	3.970
Iber King	1.078.884	339.160
Ibersol Madeira & Açores	43.489	16.700
Sugestões & Opções	44.556	-
Anatir	4.962	72.612
Ibergourmet	143.826	125.630
Iberaki	6.531	20.374
Restoh	-	31.600
QRM	24.268	1.867
JSCC	91.655	-
Parque Central Maia	-	8.789
Ferro	2.875	-
Ibersande	179.090	-
Resboavista	2.231	-
	147.158.566	3.137.753
Loans		
Subsidiaries (Note 14)	16.138.496	27.455.496
	16.138.496	27.455.496

Financial Statements (in euros)

	2014	2013
Credit balances		
Iberusa	-	339.820
Asurebi	108.431	188.610
Ferro & Ferro	-	40.054
Resboavista	-	99.626
SEC	13.685	85.622
Sugestões & Opções	-	15.169
JSCC	-	5.848
Firmoven	37.035	10.383
	159.151	785.132

27 Income per share

Income per share in the years ending on 31 December 2014 and 2013 was calculated as follows

	Dec-14	Dec-13
Profit payable to shareholders	7.757.420	3.576.911
Mean weighted number of ordinary shares issued	20.000.000	20.000.000
Mean weighted number of own shares	-2.000.000	-2.000.000
	18.000.000	18.000.000
Basic earnings per share (€ per share)	0,43	0,20
Number of own shares at the end of the year	2.000.000	2.000.000

28 Subsequent events

There were no subsequent events as of 31 December 2014 that may have a material impact on these financial statements.

The Board of Directors,

António Alberto Guerra Leal Teixeira

António Carlos Vaz Pinto de Sousa

Juan Carlos Vázquez-Dodero

Responsibility Statement

In accordance with paragraph c) number 1 of article 245 of the Portuguese Securities Market Code we inform that, to our knowledge, and regarding the elements we assessed, the information contained in the individual and consolidated financial statements of 2014 was prepared in accordance with applicable accounting standards, giving a true and appropriate view of the assets and liabilities, financial position and the results of Ibersol, SGPS, SA, and the companies included in the consolidation perimeter, and that the management reports faithfully describes the business evolution, performance and financial position of the company and of the companies included in the consolidation perimeter, and contains a description of the major risks and uncertainties they face.

Porto, 7th April 2015

The Fiscal Board

The President
Joaquim Alexandre de Oliveira Silva

The Vice-President
António Maria de Borda Cardoso

The Effective Member
Eduardo Moutinho Ferreira Santos

FISCAL BOARD REPORT

To the Shareholders of Ibersol Sgps, SA.

In compliance with the applicable legislation and its mandate, the Fiscal Board issues its report on the supervisory action carried out as well as its opinion on the Management Report and remaining consolidated and individual financial statements for the year ended 31 December 2014.

1. Supervision

The Fiscal Board accompanied, within the scope of its competencies and mandate, the management of the company and its subsidiaries, having received for that purpose the information of the Company's Board of Directors, the Statutory Auditor and the External Auditor.

Over the course of the year quarterly meetings of the Fiscal Council were held, with all members present, which examined and considered the matters subject to the powers of this body.

Also present the External Auditor, PriceWaterHouse Coopers & Associados, who is also the Statutory Auditor of the company, who informed and obtained agreement from the Fiscal Board regarding its fiscal activity plan, including that meant to ascertain the effectiveness of the risk management system, internal control and internal auditing, and the quality of the process of preparing and disclosing financial information and respective accounting policies and value-measuring criteria, the regularity of the accounting registers and books and respective support documents, the verification of goods and values pertaining to the company. Along the exercise, they provided detailed information about the actions performed and the resulting conclusions.

The Fiscal Board meet quarterly with the Board of Directors and this last organ was forthcoming in providing the Fiscal Board information over the society's activity and explanations needed to understand the activity and financial information drawn up by same Board of Directors in previous moment to it's disclosure.

The Fiscal Board did not come across any constraint during their supervision action.

No verification of any irregularity by shareholders, collaborators of the Company, External Auditor or others were communicated to the Fiscal Board.

The Fiscal Board exercised its powers to supervise the activities and independence of the External Auditor and the Auditor, having the perception that the recommended practices were observed.

The Fiscal Board has rendered it's approval to additional services to the auditory services that were hired to the External Auditor, having considered that it´s independence was safeguarded, it´s remuneration was contained in market conditions, and, therefore, it was in the society´s interest to benefit of the knowledge and punctuality assured in those services. The provision of additional services performed by the external auditor did not reach the threshold of 30% of the total value of provided Services.

There were no reports to the Fiscal Board of any kind of transactions between the society and it's shareholders or related parties, in the sense of the CMVM Recommendation IV.1.2, that should be submitted to it´s prior opinion if they reached the level of significance established by this body.

The Fiscal Board examined the individual and consolidated management report and the individual and consolidated financial statements, it's respective annexure, including the 2014 Corporate Governance Report presented by the Board of Directors, having examined, as well, the Legal Certification of Accounts and its Opinion issued by the Chartered Accountant and has also considered the Audit Report submitted by PriceWaterHouse Coopers & Associados.

The Fiscal Board also examined the compliance of the Corporate Governance Report included in the Management Report in compliance to the nº5 art. 420 of the Commercial Societies Code, focusing it's analysis in the inclusion, in that Governance Report, of the required elements of the 254-A article of the Portuguese Securities Market Code.

2. Opinion

Considering the above, the opinion of the Fiscal Board is that are fulfilled the conditions of the approval, by the General Meeting, of :

- The management reports, the financial consolidated and individual statements of 2014 and respective annexes, namely the Governance Report, annexed to the Management Report and Consolidated Accounts;
- The proposal of distribution of year-end results presented by the Board of directors.

Porto, 7th April 2015

The Fiscal Board

The President
Joaquim Alexandre de Oliveira Silva

The Vice-President
António Maria de Borda Cardoso

The Effective Member
Eduardo Moutinho Ferreira Santos

Report of the Auditors for Statutory and Stock Exchange Regulatory Purposes in respect of the Individual Financial Information
(Free translation from the original version in Portuguese)

Introduction

1 As required by law, we present the Report of the Statutory Auditors for Stock Exchange Regulatory Purposes in respect of the Financial Information included in the Directors' Report and the financial statements of Ibersol, S.G.P.S., S.A., comprising the balance sheet as at 31 December 2014, (which shows total assets of Euros 228,879,847 and a total of shareholder's equity of Euros 153,002,842, including a net profit of Euros 7,757,420), the statements of income by nature, the statements of changes in equity and the cash flow statement for the year then ended and the corresponding notes to the accounts.

Responsibilities

2 It is the responsibility of the Company's Board of Directors (i) to prepare financial statements which present fairly, in all material respects, the financial position of the company, the results of its operations, the changes in equity and cash flows; (ii) to prepare the historic financial information in accordance with generally accepted accounting principles in Portugal while also meeting the principles of completeness, truthfulness, accuracy, clarity, objectivity and lawfulness, as required by the Portuguese Securities Market Code; (iii) to adopt appropriate accounting policies and criteria; (iv) to maintain an adequate system of internal control; and (v) the disclosure of any relevant matters which have influenced the activity and the financial position or results of the company.

3 Our responsibility is to verify the financial information included in the financial statements referred to above, particularly as to whether it is complete, truthful, accurate, clear, objective and lawful, as required by the Portuguese Securities Market Code, for the purpose of expressing an independent and professional opinion on that financial information, based on our audit.

Scope

4 We conducted our audit in accordance with the Standards and Technical Recommendations approved by the Institute of Statutory Auditors which require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. Accordingly, our audit included: (i) verification, on a test basis, of the evidence supporting the amounts and disclosures in the financial statements, and assessing the reasonableness of the estimates, based on the judgements and criteria of Management used in the preparation of the financial statements; (ii) assessing the appropriateness and consistency of the accounting principles used and their disclosure, as applicable; (iii) assessing the applicability of the going concern basis of accounting; (iv) assessing the overall presentation of the financial statements; and (v) assessing the completeness, truthfulness, accuracy, clarity, objectivity and lawfulness of the financial information.

PricewaterhouseCoopers & Associados - Sociedade de Revisores Oficiais de Contas, Lda.
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Matriculada na Conservatória do Registo Comercial sob o NUPC 506 628 752, Capital Social Euros 314.000

5 Our audit also covered the verification that the financial information included in the Director's report is in agreement with the financial statements, as well as the verification set forth in paragraph 4 and 5 of Article 451 of the Companies Code.

6 We believe that our audit provides a reasonable basis for our opinion.

Opinion

7 In our opinion, the financial statements referred to above, present fairly in all material respects, the financial position of Ibersol, S.G.P.S., S.A. as at 31 December 2014, the results of its operations, the changes in equity and its cash flows for the year then ended in accordance with generally accepted accounting principles in Portugal and duly comply with principles of completeness, truthfulness, accuracy, clarity, objectivity and lawfulness.

Report on other legal requirements

8 It is also our opinion that the information included in the Directors' Report is in agreement with the financial statements for the year and that the Corporate Governance Report includes the information required under Article 245-A of the Portuguese Securities Code.

7 de April 2015

PricewaterhouseCoopers & Associados
- Sociedade de Revisores Oficiais de Contas, Lda.
represented by:

Hermínio António Paulos Afonso, R.O.C.