



inapa

**INAPA – Investimentos, Participações e Gestão, SA
(Public Held Company)
Headquarters: Rua do Salitre, 142, 1269 - 064 Lisbon
Capital: 150 000 000 Euros
Registration No. 500 137 994 (formerly No. 36 338) of
The Commercial Registry of Lisbon
Person Class No. 500 137 994**

Net Profit improve 94%

Re-EBITDA of €11.6 million , improved from 4.1% to 4.3% of sales

Sales with slight decrease (1%) compared to 2007;

Average Sales price of paper increased 1.7%;

Gross margin in 17.5%

Operational costs 12% lower;

Re-EBITDA at 4.3% of sales;

Re-EBIT margin at 3.7% of sales;

Net Profit increased 94% to 1 million €

Para esclarecimentos adicionais favor contactar:

António Domingues
antonio_domingues@inapa.pt
Tel: + 351 21 382 3008
Fax: + 351 21 382 3030



Consolidated Results
(Excluding Italian operation at 1° Quarter 2007)

| | (Thousands euros) | | |
|---------------------------|-------------------|--------|--------|
| | 1°Q 08 | 1°Q 07 | Var % |
| Sales (000 ton) | 261,2 | 271,9 | -3,9% |
| Sales | 271,7 | 274,5 | -1,0% |
| Gross Profit | 47,4 | 50,0 | -5,1% |
| Gross Margin (%) | 17,5% | 18,2% | |
| Distribution Costs | 12,1 | 11,7 | 3,4% |
| O. Operating Costs | 23,7 | 26,9 | -11,9% |
| Re-EBITDA | 11,6 | 11,6 | 0,5% |
| Re-EBIT | 10,0 | 9,8 | 2,1% |
| Financial Costs | 7,9 | 8,4 | -5,8% |
| Net Profit | 1,0 | 0,5 | 94,3% |

The evolution of the activity of the Group Inapa during the 1 st quarter of 2008, developed into an adverse macroeconomic and sectorial environment. Interest rates rise again, and access to credit more conditioning, oil prices tested new heights contributing substantially to the increase of transport costs.

In the paper sector, there was an increase in costs of wood, and thus in the pulp. The European paper producers have added the impact of the devaluation of the USD, which create more difficulties to export excess production.

Para esclarecimentos adicionais favor contactar:

António Domingues
antonio_domingues@inapa.pt
 Tel: + 351 21 382 3008
 Fax: + 351 21 382 3030



Prices, however, showed slight increases, generated by rebalancing of demand and supply, as a result of the closing of some industrial capacity installed.

The Inapa Group excluding sales from discontinued Italian operation in July 2007, recorded a slight drop in sales compared to same period of 2007 (-1%)

For this performance contributed positively, the increase in the average sales price of the paper by 1.7% and the increase in sales of other products, reflecting the strategy focusing on improving margins and sale of products of higher added value, which has offset the decrease of 3.9% in sales volume.

It also noted the effect resulting from the anticipation of Easter in 2008 that occurred at 1 Quarter, and it is considered a negative effect on sales of about 2%.

The gross margin set up in 17.5% of the policy result of lower inventories and thus to lower levels of discounts and bonus on purchases.

During the period under review is to underline the significant improvement of operational efficiency which has resulted in a reduction of 11.9% in operating costs, representing a reduction of staff costs to about 40%, however this improvement was partially limited by an increase of about 400 thousand euros on transport costs, a result of higher fuel prices.

As a result the recurrent EBITDA showed an improvement of 4.1% to 4.3% of sales, at 11.6 million.

The financial costs reduced 6% as a result of net debt reduction despite the significant increase in the Euribor rate, which in the 3 months increased from 3.9% in March 2007 to 4.7% in March 2008.

In particular it noted that reducing the cost of debt resulting from the capital increase is not yet fully reflected in this period, due to repayment of a significant part of the debt have occurred in late February.

The net profit for the year improved 94% reaching 1 million euros.

Para esclarecimentos adicionais favor contactar:

António Domingues
antonio_domingues@inapa.pt
Tel: + 351 21 382 3008
Fax: + 351 21 382 3030



On Inapa 2010 strategic plan, is important to highlight the investment in new businesses with greater potential for growth and profitability including:

Acquisition of the remaining 65% of Logistipack SAS, the French leader in sales by catalogue of packaging material;

Acquisition of 100% of the capital of Complott Art - Vertieb GmbH, the German company of sales of materials of visual communication.

In the short term we foresee the pressure on the price of raw materials and oil and the price of paper.

The consolidation in the paper merchanting sector, which recently experienced a new episode with the sell by Stora Enso of its paper distribution arm - Papyrus to private equity fund - Altor II, could have new developments during the year.

The Inapa Group should keep the improvement of the performance already recorded during the 1st quarter, based on operational performance and management of capital employed, with the new areas of business increasing their relative weight in the Group.

Para esclarecimentos adicionais favor contactar:

António Domingues
antonio_domingues@inapa.pt
Tel: + 351 21 382 3008
Fax: + 351 21 382 3030