

Report of THE BOARD OF DIRECTORS

REPORT OF THE BOARD OF DIRECTORS REGARDING THE FINANCIAL YEAR OF 2018

Fundação Millennium bcp's patronage aims to promote the creation of social and cultural value, by cooperating with initiatives that, encompassed by Millennium bcp's institutional social accountability, are beneficial to the society, in its various dimensions, supporting projects targeting: the expansion of access to culture and the diversification of cultural offer, educational programmes of excellence and their internationalisation, to encourage scientific investigation and the sustainability of charitable institutions. It acts with the aim of intervening in society and contributing to activities that promote responsible social performance.

The Foundation chooses Culture as its main area of activity and is the patron of several projects for the recovery and preservation of cultural heritage and several national museums. Maintains partnerships and fosters collaborations with new entities in order to foster and promote the national artistic and architectural heritage. Also within the scope of Culture, the Foundation develops its own initiatives with free admission, such as the temporary exhibitions organized in the Millennium Gallery, which registered a total of about 7,110 visitors, and guided tours to the Archaeological Nucleus of Rua dos Correeiros (ANRC), which received 9,900 visitors.

Support for projects in the area of Science and Knowledge defines the second line of action of the Foundation through which it seeks collaboration with entities that encourage scientific research, develop innovative educational projects in schools and university programs of excellence.

Support for Social Solidarity actions is intended to promote initiatives that intervene in areas such as poverty, physical and psychological disability, adolescence and childhood, with the aim of improving living conditions among the most vulnerable communities and to promote, together with entities with whom it cooperates, sustainable management practices.

In 2018, its patronage was recognized by the President of the Portuguese Republic with the title of "Honorary Member of the Order of Infante D. Henrique" and distinguished by the Portuguese Museums Association (APOM) with the "Patronage" Award.

Its status of institution serving the public interest was renewed through Decision No. 2032/2019, from the Minister of the Presidency and Administrative Modernization, of February 13, 2019, and that renewal is valid for five years starting on February 28, 2018.

FINANCIAL STRUCTURE

As of December 31, 2018, the total assets amount to 2,891,444 euros, which represents a decrease of 13% compared to 2017 (3,325,015 euros).

This is mainly due to the reduction of 478,434 euros in "Cash and bank deposits".

The amount of total liabilities is 452,395 euros (2017: 969,234 euros), meaning a reduction of about 53%. This decrease is mainly due to the item "Other costs payable", which decreased from 890,529 euros in 2017 to 395,451 euros, an item that includes amounts corresponding to the record of activities carried out in 2017 and 2018, respectively, and whose financial settlement takes place only in the following year.

The equity funds amount to 2,439,049 euros (2017: 2,355,781 euros), reflecting an increase of 83,268 euros corresponding to the result recorded in 2018.

Throughout the year, the Foundation has maintained a strong contribution and patronage at various levels, through the rigorous selection of numerous cultural, educational and social initiatives in the areas of patronage and social responsibility

APPROPRIATION OF PROFIT

The Board of Directors of Fundação Millennium bcp proposes that the positive operating profit of the year, in the amount of 83,268.30 euros, be transferred to "retained earnings".

Lisbon, 25 March 2019

The Board of Directors

ANNEX I

Corporate Bodies:

The current members of the Bank's Corporate Bodies of Fundação Millennium bcp are:

BOARD OF CURATORS

Members due to their functions:

Nuno Manuel da Silva Amado (Chairman)

Miguel Maya Dias Pinheiro (Vice-Chairman)

Elected Members:

Maria Manuela Duarte Neto Portugal Ramalho Eanes

Maria de Belém Roseira Martins Coelho Henriques de Pina

Maria da Glória Ferreira Pinto Dias Garcia

Maria Raquel Henriques da Silva

BOARD OF DIRECTORS

António Vítor Martins Monteiro (Chairman)

Maria de Fátima Coelho Dias

Artur Frederico Silva Luna Pais

Mário António Pinho Gaspar Neves

Ricardo Potes Valadares

EXECUTIVE COMMITTEE

António Vítor Martins Monteiro (Chairman)

Maria de Fátima Coelho Dias

Artur Frederico Silva Luna Pais

INTERNATIONAL BOARD

António Vítor Martins Monteiro (Chairman)

Mário Fernandes da Graça Machungo

Hermenegilda de Fátima Agostinho Lopes Benge

Boguslaw Jerzy Kott

BOARD OF AUDITORS

Carlos Alberto Correia Diogo (Chairman)

José Ricardo Gonçalves Monteiro

Deloitte & Associados, represented by Paulo Fernandes
(Effective Statutory Auditor)

Carlos Loureiro (Effective and Alternate Statutory Auditor)

GENERAL SECRETARIAT

Maria de Fátima Dias