



MATERIAL INFORMATION

CIMPOR - Cimentos de Portugal, SGPS, S.A. (CIMPOR), informs that its subsidiary Cimpor Chengtong Cement Corporation, Limited (CCCC), signed today a binding agreement, subject to several conditions precedent, for the acquisition of 100% of the share capital of the Chinese company Liyang Dongfang Cement Co. (Liyang).

Liyang, incorporated in the end of 2003, owns a clinker production line with a capacity of 900.000 tons per year, located near the city of Changzhou, in the Province of Jiangsu.

In 2007, Liyang operated at its full capacity, reaching a turnover close to EUR 11 million. Liyang's natural market covers the cities of Changzhou, Wuxi and Suzhou, in one of the most developed areas of the Yangtze delta.

With this investment and the completion, during next year, of the projects under construction – a new integrated plant (Shanting) and two new grinding mills (Huaian and Suqian) – Cimpor Chengtong will increase to more than 6 million tons its annual cement production capacity with own clinker.

The agreed sale price for this transaction is of only CNY 210 million (around EUR 25 million) to be adjusted on the closing of the acquisition according to the net profit of Liyang in the current year. That value corresponds to an asset valuation of around EUR 31 per ton of clinker production installed capacity, which is an attractive multiple taking into consideration other acquisitions in the cement sector, even in emerging markets.

Operating in Portugal, Spain, Morocco, Tunisia, Egypt, Turkey, Brazil, Mozambique, South Africa, Cape Verde, Peru, India and China, CIMPOR Group increases with this acquisition its position in a market which not only is the biggest worldwide but that even so shows an attractive growth prospects. CIMPOR reinforces therefore its position among the main international cement players, pursuing a geographical diversification strategy as a way to guarantee its growth, increase of cash flow generation and sustainable shareholder value creation.

Lisbon, October 29, 2008

The Board of Directors,