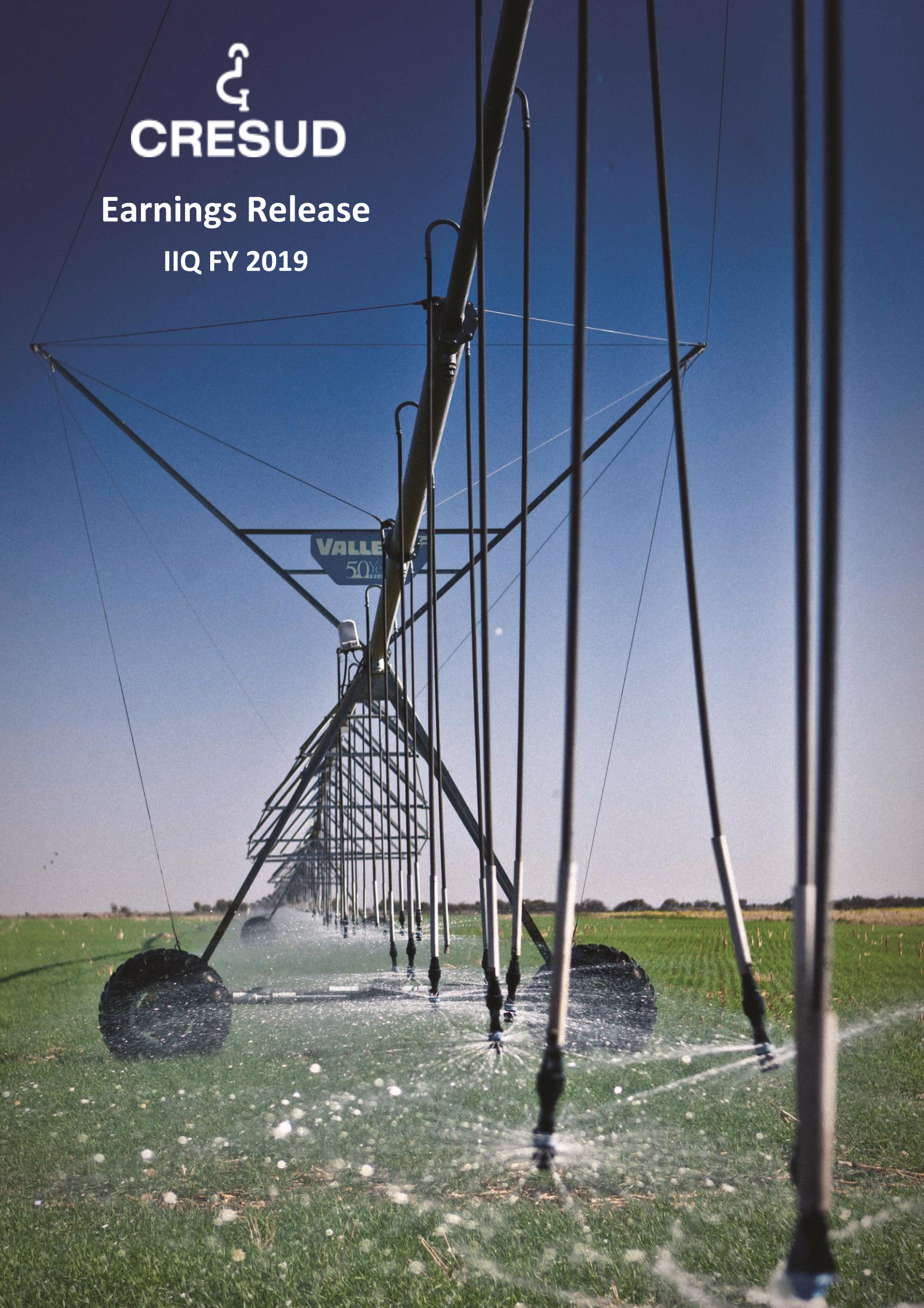




**CRESUD**

**Earnings Release**

**IIIQ FY 2019**





**CRESUD invites you to participate in its second quarter of the Fiscal Year 2019 conference call**

**Wednesday, March 06, 2019, at 02:00 p.m.  
(Eastern Time)**

The call will be hosted by:

**Alejandro Elsztain, CEO**

**Carlos Blousson, Gen Mgr of Argentina & Bolivia**

**Matías Gaivironsky, CFO**

If you would like to participate, please call:

**1-412-317-6377 (International) or**

**1-844-686-3840 (Toll Free USA)**

**ID#CRESUD**

In addition, you can access through the following webcast:

<http://webcastlite.mziq.com/cover.html?webcastId=a064f01a-60e2-4c99-a0cc-3868a9fd0181>

Preferably, 10 minutes before the call is due to begin.

The conference will be held in English.

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#### **PLAYBACK**

Available until March 15, 2019

**1-877-344-7529**

**1-412-317-0088**

**Access Code: 10125885**

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## IIQ FY19 Main Highlights

- From this quarter onwards, the Company releases its Financial Statements adjusted for inflation according to the rule IAS 29 and local regulations that set that companies using the Argentine peso as their functional currency must release Financial Statements adjusted for inflation since December 31, 2018. Thus, all non-monetary assets and liabilities, the Equity, as well as all comparative figures for previous quarters or fiscal years, have been adjusted to constant currency as of December 31, 2018.
- Net result for the first semester of fiscal year 2019 recorded a loss of ARS 5,620 million compared to a gain of ARS 11,476 million in the same period of the FY 2018, mainly due to lower results from changes in the fair value of IRSA investment properties in Argentina Business Center.
- Adjusted EBITDA for the 6-month period of fiscal year 2019 grew 29.3% compared to the same period of 2018, reaching ARS 9,973 million, of which ARS 1,672 million came from the agricultural business that recorded higher crop production results and farmland sales and ARS 8,300 million came from the urban property and investment segment (IRSA), whose rental segment in Argentina increased by 6.2% in the period.
- Very good weather conditions in the region are expected for 2019 campaign. We hope to plant approximately 258,000 ha and develop 8,500 ha in the region.
- Our subsidiary Brasilagro has completed in the six-month period of FY 2019 partial sales of Jatobá farm (Jaborandi - Bahía) and Alto Taquari (Mato Grosso), for a total amount of BRL 185.8 million.
- On October 29, our Shareholders Meeting approved a distribution among its shareholders of 20,656,215 treasury shares, representing 4.1% of the share capital.

**I. Brief comment on the Company's activities during the period, including references to significant events occurred after the end of the period.**

**Financial Statements adjusted for inflation**

IAS 29 "Financial Reporting in Hyperinflationary Economies" requires that the financial statements of an entity whose functional currency is one of a hyperinflationary economy be expressed in terms of the current unit of measurement at the closing date of the reporting period, regardless of whether they are based on the historical cost method or the current cost method. To do so, in general terms, the inflation produced from the date of acquisition or from the revaluation date, as applicable, must be calculated by non-monetary items. This requirement also includes the comparative information of the financial statements.

In order to conclude on whether an economy is categorized as high inflation in the terms of IAS 29, the standard details a series of factors to be considered, including the existence of an accumulated inflation rate in three years that is approximate or exceed 100%. Accumulated inflation in Argentina in three years is over 100%. It is for this reason that, in accordance with IAS 29, Argentina must be considered a country with high inflation economy starting July 1, 2018.

In addition, Law No. 27,468 (published in the Official Gazette on December 4, 2018), amended Section 10 of Law No. 23,928, as amended, and established that the derogation of all the laws or regulations imposing or authorizing price indexation, monetary restatement, cost variation or any other method for strengthening debts, taxes, prices or rates of goods, works or services, does not extend to financial statements, as to which the provisions of Section 62 in fine of the General Companies Law No. 19,550 (1984 revision), as amended, shall continue to apply. Moreover, the referred law repealed Decree No. 1269/2002 dated July 16, 2002, as amended, and delegated to the Argentine Executive Branch the power to establish, through its controlling agencies, the effective date of the referred provisions in connection with the financial statements filed with it. Therefore, under General Resolution 777/2018 (published in the Official Gazette on December 28, 2018) the Argentine Securities Commission (CNV) ordered that issuers subject to its supervision shall apply the inflation adjustment to reflect the financial statements in terms of the current measuring unit set forth in IAS 29 in their annual, interim and special financial statements closed on or after December 31, 2018.

Pursuant to IAS 29, the financial statements of an entity whose functional currency is that of a high inflationary economy should be reported in terms of the measuring unit current as of the date of the financial statements. All the amounts included in the statement of financial position which are not stated in terms of the measuring unit current as of the date of the financial statements should be restated applying the general price index. All items in the statement of income should be stated in terms of the measuring unit current as of the date of the financial statements, applying the changes in the general price index occurred from the date on which the revenues and expenses were originally recognized in the financial statements.

Adjustment for inflation in the initial balances has been calculated considering the indexes reported by the Argentine Federation of Professional Councils in Economic Sciences (FACPCE) based on the price indexes published by the Argentine Institute of Statistics and Census (INDEC).

The principal inflation adjustment procedures are the following:

- Monetary assets and liabilities that are recorded in the current currency as of the balance sheet's closing date are not restated because they are already stated in terms of the currency unit current as of the date of the financial statements.
- Non-monetary assets and liabilities are recorded at cost as of the balance sheet date, and equity components are restated applying the relevant adjustment ratios.
- All items in the statement of income are restated applying the relevant conversion factors.
- The effect of inflation in the Company's net monetary position is included in the statement of income under Financial results, net, in the item "Inflation adjustment".
- Comparative figures have been adjusted for inflation following the procedure explained in the previous paragraphs.

Upon initially applying inflation adjustment, the equity accounts were restated as follows:

- Capital was restated as from the date of subscription or the date of the most recent inflation adjustment for accounting purposes, whichever is later. The resulting amount was included in the “Capital adjustment” account.
- The translation difference was recast to reflect the real terms
- Other comprehensive income / (loss) was restated as from each accounting allocation.
- The other reserves in the statement of income were not restated as of the initial application date, i.e., June 30, 2016.

## Consolidated Results

<i>(In ARS million)</i>	6M 19	6M 18	YoY Var
<b>Revenues</b>	33,103	28,238	17.2%
Costs	-20,739	-17,275	20.1%
Initial recognition and changes in the fair value of biological assets and agricultural produce at the point of harvest	461	172	168.0%
Changes in the net realizable value of agricultural produce after harvest	34	81	-58.0%
<b>Gross profit</b>	<b>12,859</b>	<b>11,216</b>	<b>14.6%</b>
Net gain from fair value adjustment on investment properties	-5,519	10,336	-153.4%
Gain from disposal of farmlands	53	-	-
General and administrative expenses	-3,590	-3,105	15.6%
Selling expenses	-3,915	-3,785	3.4%
Other operating results, net	521	1,106	-52.9%
Fees	-	-785	-100.0%
<b>Profit from operations</b>	<b>409</b>	<b>14,983</b>	<b>-97.3%</b>
Depreciation and Amortization	3,215	3,066	4.9%
<b>EBITDA (unaudited)</b>	<b>3,624</b>	<b>18,049</b>	<b>-79.9%</b>
<b>Adjusted EBITDA (unaudited)</b>	<b>9,973</b>	<b>7,713</b>	<b>29.3%</b>
Profit from joint ventures and associates	-717	78	-1,019.2%
<b>Profit from operations before financing and taxation</b>	<b>-308</b>	<b>15,061</b>	<b>-102.0%</b>
Financial results, net	-7,950	-8,205	-3.1%
<b>(Loss) / Profit before income tax</b>	<b>-8,258</b>	<b>6,856</b>	<b>-220.4%</b>
Income tax expense	1,921	3,327	-42.3%
<b>Result for the period from continued operations</b>	<b>-6,337</b>	<b>10,183</b>	<b>-162.2%</b>
Result from discontinued operations after income tax	717	1,291	-44.5%
<b>Result for the period</b>	<b>-5,620</b>	<b>11,474</b>	<b>-149.0%</b>
Attributable to			
Equity holder of the parent	-3,925	5,354	-173.3%
Non-controlling interest	-1,695	6,120	-127.7%

Consolidated revenues increased by 17.2% in the first semester of 2019 compared to the same period of 2018, while adjusted EBITDA reached ARS 9,973 million, 29.3% higher than in the same period of fiscal year 2018 mainly explained by the Agribusiness Segment that registered higher productive results from the grain segment and higher results from farmland sales made by our subsidiary Brasilagro.

The net result showed a loss of ARS 5,620 million for the first semester of 2019 compared to the same period of fiscal year 2018, mainly due to a loss from changes in the fair value of the investment properties of our subsidiary IRSA in Argentina.



## Description of Operations by Segment

	6M 2019					Variation 6M 19 vs. 6M 18
	Negocio	Urban Properties and Investments			Total	
		Agribusiness	Argentina	Israel		
<b>Revenues</b>	<b>5,437</b>	<b>4,624</b>	<b>22,149</b>	<b>26,773</b>	<b>32,210</b>	<b>19.1%</b>
Costs	-4,544	-804	-14,305	-15,109	-19,653	22.9%
Initial recognition and changes in the fair value of biological assets and agricultural produce at the point of harvest	343	-	-	-	343	138.2%
Changes in the net realizable value of agricultural produce after harvest	34	-	-	-	34	-
<b>Gross profit</b>	<b>1,270</b>	<b>3,820</b>	<b>7,844</b>	<b>11,664</b>	<b>12,934</b>	<b>14.7%</b>
Net gain from fair value adjustment on investment properties	-22	-6,278	780	-5,498	-5,520	-153.2%
Gain from disposal of farmlands	53	-	-	-	53	-
General and administrative expenses	-401	-854	-2,352	-3,206	-3,607	15.2%
Selling expenses	-443	-326	-3,149	-3,475	-3,918	3.3%
Other operating results, net	172	-269	511	242	414	-61.8%
<b>Profit / (Loss) from operations</b>	<b>629</b>	<b>-3,907</b>	<b>3,634</b>	<b>-273</b>	<b>356</b>	<b>-97.7%</b>
Share of profit of associates	-13	-258	-321	-579	-592	1215.6%
<b>Segment profit / (Loss)</b>	<b>616</b>	<b>-4,165</b>	<b>3,313</b>	<b>-852</b>	<b>-236</b>	<b>-101.5%</b>

	6M 2018				
	Agribusiness	Urban Properties and Investments			Total
		Argentina	Israel	Subtotal	
<b>Revenues</b>	<b>4,602</b>	<b>4,135</b>	<b>18,312</b>	<b>22,447</b>	<b>27,049</b>
Costs	-3,914	-854	-11,229	-12,083	-15,997
Initial recognition and changes in the fair value of biological assets and agricultural produce at the point of harvest	144	-	-	-	144
Changes in the net realizable value of agricultural produce after harvest	81	-	-	-	81
<b>Gross profit</b>	<b>913</b>	<b>3,281</b>	<b>7,083</b>	<b>10,364</b>	<b>11,277</b>
Net gain from fair value adjustment on investment properties	262	8,373	1,747	10,120	10,382
Gain from disposal of farmlands	-	-	-	-	-
General and administrative expenses	-366	-629	-2,137	-2,766	-3,132
Selling expenses	-503	-305	-2,985	-3,290	-3,793
Other operating results, net	24	-67	1,127	1,060	1,084
<b>Profit from operations</b>	<b>330</b>	<b>10,653</b>	<b>4,835</b>	<b>15,488</b>	<b>15,818</b>
Share of profit of associates	-11	333	-367	-34	-45
<b>Segment profit</b>	<b>319</b>	<b>10,986</b>	<b>4,468</b>	<b>15,454</b>	<b>15,773</b>

## Agricultural Business

### Period Summary

The 2019 season is developing in Argentina under a mild "El Niño" pattern. Given the best productive conditions and the most competitive exchange rate, we plan to increase the planted area to 258,700 hectares, mainly in leased farms in the region.

As concerns sale of farms, in the second quarter of fiscal year 2019 our subsidiary Brasilagro has consummated the sale of a fraction of 103 hectares of "Alto Taquari" farm, located in Mato Grosso State, for an amount of BRL 8.0 million (BRL/ha 77,670). It should be noticed that during the first quarter of 2019 it has been consummated the sale of a fraction of 9,784 hectares of its "Jatobá" farm, located in Jaborandi, Bahia State, Brasil for BRL 177.8 million (BRL / ha 18,172).

## Our Portfolio

Our portfolio under management is composed of 734,334 hectares, of which 289,485 are in operation and 444,849 are land reserves distributed among the four countries in the region where we operate: Argentina, with a mixed model combining land development and agricultural production; Bolivia, with a productive model in Santa Cruz de la Sierra; and through our subsidiary BrasilAgro, Brazil and Paraguay, where the strategy is mainly focused on the development of lands.

### Breakdown of Hectares

#### Own and under Concession (\*) (\*\*) (\*\*\*)

	Productive Lands		Land Reserves		Total
	Agricultural	Cattle	Under Development	Reserved	
Argentina	59,699	150,328	2,060	324,101	536,188
Brazil	43,439	14,912	4,442	65,988	128,781
Bolivia	8,858	-	-	1,017	9,875
Paraguay	9,390	2,859	1,977	45,264	59,490
<b>Total</b>	<b>121,386</b>	<b>168,099</b>	<b>8,479</b>	<b>436,370</b>	<b>734,334</b>

(\*) Includes Brazil, Paraguay, Agro-Uranga S.A. at 35.723% and 132,000 hectares under Concession.

(\*\*) Includes 85,000 hectares intended for sheep breeding

(\*\*\*) Excludes double crops.

Owned farms in our portfolio in Argentina, categorized as Property, Plant and Equipment, are valued at historical cost and have been adjusted for inflation as of December 31, 2018, reaching ARS 3,254 million, which represents an increase of 323%.

#### Leased (\*)

	Agricultural	Cattle	Other	Total
Argentina	68,300	14,585	2,201	85,086
Brazil	51,111	-	700	51,811
Bolivia	1,020	-	-	1,020
<b>Total</b>	<b>120,431</b>	<b>14,585</b>	<b>2,901</b>	<b>137,917</b>

(\*) Excludes double crops.

## Segment Income – Agricultural Business

### I) Land Development, Transformation and Sales

We periodically sell properties that have reached a considerable appraisal to reinvest in new farms with higher appreciation potential. We analyze the possibility of selling based on a number of factors, including the expected future yield of the farmland for continued agricultural and livestock exploitation, the availability of other investment opportunities and cyclical factors that have a bearing on the global values of farmlands.

During the first six-months of fiscal year 2019, our subsidiary Brasilagro has sold dos fractions of farms. In the first quarter, it has sold a fraction of 9,784 hectares of its "Jatobá" farm, located in Jaborandi, Bahía State, Brasil for BRL 177.8 million (BRL / ha 18.172). The farm was valued in books at BRL 18.0 million and the internal rate of return in dollars reached 7.05%. In the second quarter of the fiscal year, Brasilagro has consummated the sale of a fraction of 103 hectares of its "Alto Taquarí" farm, located in Mato Grosso State for BRL 8.0 million (BRL / ha 77,670). The farm was valued in books at BRL 1.2 million and the internal rate of return in dollars reached 17.2%.

In relation to the fraction of Jatobá sold in IQ19, this farm was considered as investment property in IQ18 since it was leased to third parties. The sale of the farm made in IQ19 had no impact on results since it has already been recognized at fair value. Adjusted EBITDA, which excludes changes in fair value of investment properties and includes the fair value realized from the sale, reflected that result and reached ARS 930 million for the six-month period of FY19.



in ARS million	6M 19	6M 18	YoY Var
<b>Revenues</b>	-	-	-
Costs	-10	-13	-23.1%
<b>Gross loss</b>	<b>-10</b>	<b>-13</b>	<b>-23.1%</b>
Net gain from fair value adjustment on investment properties	-22	262	-
Gain from disposal of farmlands	53	-	-
General and administrative expenses	-1	-1	0.0%
Selling expenses	-1	-	-
<b>Profit from operations</b>	<b>19</b>	<b>248</b>	<b>-92.3%</b>
<b>Segment profit</b>	<b>19</b>	<b>248</b>	<b>-92.3%</b>
<b>EBITDA</b>	<b>25</b>	<b>252</b>	<b>-90.1%</b>
<b>Adjusted EBITDA</b>	<b>930</b>	<b>-8</b>	<b>-</b>

Area under Development (hectares)	Projected for 2018/2019	Developed in 2017/2018
Argentina	2,060	2,486
Brasil	4,442	6,190
Paraguay	1,977	2,008
<b>Total</b>	<b>8,479</b>	<b>10,684</b>

During this campaign, we expect to transform 8,479 in the region: 2,060 hectares in Argentina, 1,977 hectares in Paraguay and 4,442 hectares in Brazil,

## II) Agricultural Production

The result of the Farming segment increased by ARS 249 million, from ARS 219 million gain during the first semester of fiscal year 2018 to ARS 468 million gain during the same period of 2019.

in ARS million	6M 19	6M 18	YoY Var
<b>Revenues</b>	<b>3,042</b>	<b>2,750</b>	<b>10.6%</b>
Costs	-2,642	-2,163	22.2%
Initial recognition and changes in the fair value of biological assets and agricultural produce at the point of harvest	359	144	149.3%
Changes in the net realizable value of agricultural produce after harvest	34	81	-58.0%
<b>Gross gain</b>	<b>793</b>	<b>812</b>	<b>-2.5%</b>
General and administrative expenses	-248	-224	10.3%
Selling expenses	-242	-389	-37.8%
Other operating results, net	166	19	773.7%
<b>Profit from operations</b>	<b>469</b>	<b>218</b>	<b>115.1%</b>
Profit from associates	-1	1	-
<b>Segment profit</b>	<b>468</b>	<b>219</b>	<b>113.7%</b>
<b>EBITDA</b>	<b>643</b>	<b>401</b>	<b>60.3%</b>
<b>Adjusted EBITDA</b>	<b>643</b>	<b>401</b>	<b>60.3%</b>

## II,a) Crops and Sugarcane

### Crops

In ARS Million	6M 19	6M 18	YoY Var
<b>Revenues</b>	<b>1,646</b>	<b>1,417</b>	<b>16.2%</b>
Costs	-1,501	-1,041	44.2%
Initial recognition and changes in the fair value of biological assets and agricultural produce at the point of harvest	299	-11	-
Changes in the net realizable value of agricultural produce after harvest	34	81	-58.0%
<b>Gross profit</b>	<b>478</b>	<b>446</b>	<b>7.2%</b>
General and administrative expenses	-126	-121	4.1%
Selling expenses	-205	-341	-39.9%
Other operating results, net	170	28	507.1%
<b>Profit from operations</b>	<b>317</b>	<b>12</b>	<b>2,541.7%</b>
Share of loss of associates	-1	1	-
<b>Segment Profit</b>	<b>316</b>	<b>13</b>	<b>2,330.8%</b>

### Sugarcane

In ARS Million	6M 19	6M 18	YoY Var
<b>Revenues</b>	<b>1,065</b>	<b>914</b>	<b>16.5%</b>
Costs	-883	-796	10.9%
Initial recognition and changes in the fair value of biological assets and agricultural produce at the point of harvest	218	317	-31.2%
<b>Gross profit</b>	<b>400</b>	<b>435</b>	<b>-8.0%</b>
General and administrative expenses	-73	-60	21.7%
Selling expenses	-10	-7	42.9%
Other operating results, net	-2	-5	-60.0%
<b>Profit from operations</b>	<b>315</b>	<b>363</b>	<b>-13.2%</b>
<b>Segment Profit</b>	<b>315</b>	<b>363</b>	<b>-13.2%</b>

### Operations

Production Volume <sup>(1)</sup>	6M19	6M18	6M17	6M16	6M15
Corn	108,173	257,650	227,042	174,105	222,456
Soybean	13,178	11,088	4,649	12,064	18,464
Wheat	31,074	31,193	29,360	14,798	15,650
Sorghum	1,049	606	732	448	1,335
Sunflower	951	2,181	55	-	785
Others	1,947	1,171	2,150	5,284	2,716
<b>Total Crops (tons)</b>	<b>156,372</b>	<b>303,889</b>	<b>263,988</b>	<b>206,699</b>	<b>261,406</b>
<b>Sugarcane (tons)</b>	<b>1,431,109</b>	<b>911,759</b>	<b>554,260</b>	<b>877,396</b>	<b>673,575</b>

(1) Includes Brasilagro, Acres del Sud, Ombú, Yatay and Yuchán, Excludes Agro-Uranga,

Volume of Sales <sup>(1)</sup>	6M19			6M18			6M17			6M16			6M15		
	D.M	F.M	Total	D.M	F.M	Total	D.M	F.M	Total	D.M	F.M	Total	D.M	F.M	Total
Corn	113.0	-	113.0	206.0	6.0	212.0	196.1	-	196.1	93.7	37.9	131.6	219.8	-	219.8
Soybean	53.0	42.6	95.6	69.8	5.8	75.6	53.1	-	53.1	86.9	8.5	95.4	76.4	14.2	90.6
Wheat	13.4	-	13.4	23.4	-	23.4	1.2	1.0	2.2	6.2	28.9	35.1	3.3	-	3.3
Sorghum	0.2	-	0.2	-	-	-	0.7	-	0.7	0.3	-	0.3	0.6	-	0.6
Sunflower	2.1	-	2.1	0.5	-	0.5	0.6	-	0.6	4.7	-	4.7	1.8	-	1.8
Others	0.2	-	0.2	0.8	-	0.8	2.1	-	2.1	2.7	-	2.7	0.7	-	0.7
<b>Total Crops (thousands of tons)</b>	<b>181.9</b>	<b>42.6</b>	<b>224.5</b>	<b>300.5</b>	<b>11.8</b>	<b>312.3</b>	<b>253.8</b>	<b>1.0</b>	<b>254.8</b>	<b>194.5</b>	<b>75.3</b>	<b>269.8</b>	<b>302.6</b>	<b>14.2</b>	<b>316.8</b>
<b>Sugarcane (thousands of tons)</b>	<b>1,414.6</b>	<b>-</b>	<b>1,414.6</b>	<b>1,234.8</b>	<b>-</b>	<b>1,234.8</b>	<b>554.1</b>	<b>-</b>	<b>554.1</b>	<b>827.3</b>	<b>-</b>	<b>827.3</b>	<b>680.4</b>	<b>-</b>	<b>680.4</b>

D.M.: Domestic market

F.M.: Foreign market

(1) Includes Brasilagro, CRESCA at 50%, Acres del Sud, Ombú, Yatay and Yuchán, Excludes Agro-Uranga,

The result of the Grains activity increased ARS 303 million, from ARS 13 million gain during the first semester of 2018 to ARS 316 million gain during the same quarter of 2019, mainly as a result of:

- A positive variation in the production result of ARS 309.6 million originated mainly by the expected early soybean production in Brazil (BRL 16.4 million), an improvement in wheat dollar prices, boosted by the increase in the exchange rate and higher yields in Argentina, as well as a significant improvement in the yields of winter soybeans in Bolivia.
- A positive variation from the result of commodity derivatives, net from income from sales, of ARS 45.8 million from:
  - Higher operated volumes in soybean and corn derivatives, as well as the impact of the exchange rate depreciation in Argentina.
  - Higher operated volume in soybean derivatives and better prices in Brazil.
- The effects mentioned above were offset by a negative variation in the holding result of ARS 52.0 million, mainly due to the drop in soybean and peanut prices in Argentina compared to the prices of the beginning of this period, while in the previous period, prices were higher

The result of the Sugarcane activity decreased ARS 48 million, from a ARS 363 million gain in the first semester of the fiscal year 2018 to ARS 315 million gain in the first semester of 2019. This is mainly due to lower production results from Brazil as a result of an increase in production costs for cultural and irrigation work in "São José" field, as well as higher costs of cutting, hauling and transport as a result of the increase in fuels in said country, and an increase in administrative expenses allocated to the activity, offset by a gain in the sale result generated by higher prices due to an improvement in the quality of the sugarcane produced.

Area in Operation (hectares) <sup>(1)</sup>	As of 12/31/18	As of 12/31/17	YoY Var
Own farms	97,658	111,316	-12.3%
Leased farms	139,159	66,089	110.6%
Farms under concession	21,801	23,636	-7.8%
Own farms leased to third parties	14,325	9,533	50.3%
<b>Total Area Assigned to Production</b>	<b>272,943</b>	<b>210,574</b>	<b>29.6%</b>

(1) Includes AgroUranga, Brazil and Paraguay,

The area in operation assigned to the crops activity increased by 29.6% as compared to the same period of the previous fiscal year, mainly due to the larger area of leased farms and own farms leased to third parties,

## II,b) Cattle Production

Production Volume <sup>(1)</sup>	6M19	6M18	6M17	6M16	6M15
Cattle herd (tons)	5,467	4,731	4,448	3,717	4,124
Milking cows (tons)	-	186	258	311	227
<b>Cattle (tons)</b>	<b>5,467</b>	<b>4,917</b>	<b>4,706</b>	<b>4,028</b>	<b>4,351</b>
<b>Milk (thousands of liters)</b>	<b>-</b>	<b>3,891</b>	<b>7,971</b>	<b>9,082</b>	<b>9,129</b>

(1) Includes Carnes Pampeanas

Volume of Sales <sup>(1)</sup>	6M19			6M18			6M17			6M16			6M15		
	D.M	F.M	Total	D.M	F.M	Total	D.M	F.M	Total	D.M	F.M	Total	D.M	F.M	Total
Cattle herd	4.9	-	4.9	5.5	-	5.5	4.3	-	4.3	5.7	-	5.7	6.2	-	6.2
Milking cows	-	-	-	1.3	-	1.3	0.7	-	0.7	0.3	-	0.3	0.3	-	0.3
<b>Cattle (thousands of tons)</b>	<b>4.9</b>	<b>-</b>	<b>4.9</b>	<b>6.8</b>	<b>-</b>	<b>6.8</b>	<b>5.0</b>	<b>-</b>	<b>5.0</b>	<b>6.0</b>	<b>-</b>	<b>6.0</b>	<b>6.5</b>	<b>-</b>	<b>6.5</b>
<b>Milk (millions of liters)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3.9</b>	<b>-</b>	<b>3.9</b>	<b>7.6</b>	<b>-</b>	<b>7.6</b>	<b>8.7</b>	<b>-</b>	<b>8.7</b>	<b>8.8</b>	<b>-</b>	<b>8.8</b>

D.M,: Domestic market

F.M,: Foreign market

(1) Includes Carnes Pampeanas



## Cattle

In ARS Million	6M 19	6M 18	YoY Var
<b>Revenues</b>	256	402	-36.3%
Costs	-221	-322	-31.4%
Initial recognition and changes in the fair value of biological assets and agricultural produce	-158	-162	-2.5%
<b>Gross profit</b>	<b>-123</b>	<b>-77</b>	<b>59.7%</b>
General and administrative expenses	-27	-33	-18.2%
Selling expenses	-23	-40	-42.5%
Other operating results, net	-1	-3	-66.7%
<b>Loss from operations</b>	<b>-174</b>	<b>-159</b>	<b>9.4%</b>
<b>Segment Loss</b>	<b>-174</b>	<b>-159</b>	<b>9.4%</b>

Area in operation – Cattle (hectares) <sup>(1)</sup>	As of 12/31/18	As of 12/31/17	YoY Var
Own farms	79,071	86,297	-8.4%
Leased farms	14,135	12,635	11.9%
Farms under concession	2,703	1,404	92.5%
Own farms leased to third parties	1,775	70	2,435.7%
<b>Total Area Assigned to Cattle Production</b>	<b>97,684</b>	<b>100,406</b>	<b>-2.7%</b>

(1) Includes AgroUranga, Brazil and Paraguay,

Stock of Cattle Headed	As of 12/31/18	As of 12/31/17	YoY Var
Breeding stock	88,755	83,630	6,1%
Winter grazing stock	18,502	9,949	86,0%
Milk farm stock	-	762	-100%
Sheep stock	10,402	10,842	-4,1%
<b>Total Stock (heads)</b>	<b>117,659</b>	<b>105,183</b>	<b>11,9%</b>

The result of the Cattle activity decreased by ARS 15 million: from a loss of ARS 159 million in the first semester of fiscal year 2018 to a loss of ARS 174 million in the same period of 2019, as a result of a negative variation in income for sale in Argentina, due to a greater number of cattle heads commercialized in the previous period, offset by a reduction in the general and administrative expenses allocated to the activity in Argentina.

## II,c) Agricultural Rental and Services

in ARS million	6M 19	6M 18	YoY Var
<b>Revenues</b>	<b>75</b>	<b>17</b>	<b>341,2%</b>
Costs	-38	-4	850,0%
<b>Gross profit</b>	<b>37</b>	<b>13</b>	<b>184,6%</b>
General and Administrative expenses	-21	-9	133,3%
Selling expenses	-4	-1	300,0%
<b>Loss from operations</b>	<b>-1</b>	<b>-1</b>	<b>-</b>
<b>Segment Profit</b>	<b>11</b>	<b>2</b>	<b>450,0%</b>

The result of the activity increased by ARS 9 million, going from a profit of ARS 2 million in the first semester of FY 2018 to a profit of ARS11 million in the same period of FY 2019 mostly due to a growth in hectares leased to third parties, accompanied by an increase in the prices of contracts agreed in soybean bags, along with the collection of an additional amount for productivity on extraordinary yields, partially offset by an increase in general and administrative expenses allocated to the activity.

### III) Other Segments

We include within "Others" the results coming from our Agroindustrial activity, developed in our refrigeration plant in La Pampa and our investment in FyO,

The result of the "Others" segment increased by ARS 281 million, going from a loss of ARS 83 million for the first semester fiscal year 2018 to a gain of ARS 198 million for the same period of 2019. This is due to a profit of ARS 260.8 million from FyO due to higher grain and supplies operated volumes and the effect of devaluation, and a lower loss recorded in the meatpacking facility as a result of the positive impact of the exchange rate depreciation in Argentina on its total sales, mainly in foreign markets due to the entry into new markets such as Russia and the profits for export refunds.

In ARS million	6M 19	6M 18	YoY Var
<b>Revenues</b>	<b>2,395</b>	<b>1,852</b>	<b>29.3%</b>
Costs	-1,892	-1,738	8.9%
Initial recognition and changes in the fair value of biological assets and agricultural produce at the point of harvest	-16	-	-
<b>Gross profit</b>	<b>487</b>	<b>114</b>	<b>326.3%</b>
General and administrative expenses	-81	-76	7.9%
Selling expenses	-200	-114	76.3%
Other operating results, net	6	5	20.0%
<b>Profit / (Loss) from operations</b>	<b>212</b>	<b>-71</b>	<b>-</b>
Profit from associates	-12	-12	-8.3%
<b>Segment Profit / (Loss)</b>	<b>200</b>	<b>-83</b>	<b>-</b>
<b>EBITDA</b>	<b>224</b>	<b>-58</b>	<b>-</b>
<b>Adjusted EBITDA</b>	<b>224</b>	<b>-58</b>	<b>-</b>

### IV) Corporate Segment

The negative result of the segment increased by ARS 5 million, going from a loss of ARS 65 million in the first semester of 2018 to a loss of ARS 70million for the same period of 2019.

In ARS million	6M 19	6M 18	YoY Var
General and administrative expenses	-71	-65	9.2%
<b>Loss from operations</b>	<b>-71</b>	<b>-65</b>	<b>9.2%</b>
<b>Segment Loss</b>	<b>-71</b>	<b>-65</b>	<b>9.2%</b>
<b>EBITDA</b>	<b>-70</b>	<b>-65</b>	<b>-8.3%</b>
<b>Adjusted EBITDA</b>	<b>-70</b>	<b>-65</b>	<b>-8.3%</b>

### Urban Properties and Investments Business (through our subsidiary IRSA Inversiones y Representaciones Sociedad Anónima)

We develop our Urban Properties and Investments segment through our subsidiary IRSA, As of December 31, 2018, our direct and indirect equity interest in IRSA was 63,74% over stock capital,

## Consolidated Results of our Subsidiary IRSA Inversiones y Representaciones S,A,

### Consolidated Results – Information by Segment

In ARS million	6M 19	6M 18	YoY Var
Revenues	26,773	22,447	19.3%
Profit from operations	-273	15,488	-101.8%
<b>EBITDA</b>	<b>2,791</b>	<b>18,110</b>	<b>-84.6%</b>
<b>Adjusted EBITDA</b>	<b>8,571</b>	<b>9,575</b>	<b>-10.5%</b>
<b>Segment Result</b>	<b>-852</b>	<b>15,454</b>	<b>-105.5%</b>

Consolidated revenues from sales, rentals and services increased by 19.3% in the first semester of fiscal year 2019 compared to the same period in 2018, while adjusted EBITDA, which excludes the effect of the result from changes in the unrealized fair value of investment properties reached ARS 8,571 million, 10.5% lower than the same period in FY 2018.

### Argentina Business Center

In ARS million	6M 19	6M 18	YoY Var
Revenues	4,624	4,135	11.8%
Profit from operations	-3,907	10,653	-136.7%
<b>EBITDA</b>	<b>-3,764</b>	<b>10,676</b>	<b>-135.3%</b>
<b>Adjusted EBITDA</b>	<b>2,470</b>	<b>2,230</b>	<b>10.8%</b>

### Israel Business Center

In ARS million	6M 19	6M 18	YoY Var
Revenues	22,149	18,312	21.0%
Profit from operations	3,634	4,835	-24.8%
<b>EBITDA</b>	<b>6,555</b>	<b>7,434</b>	<b>-11.8%</b>
<b>Adjusted EBITDA</b>	<b>6,101</b>	<b>5,776</b>	<b>5.6%</b>

### Financial Indebtedness and Other

The following tables contain a breakdown of company's indebtedness:

#### Agricultural Business

Description	Currency	Amount <sup>(2)</sup>	Interest Rate	Maturity
Bank overdrafts	ARS	0.0	Variable	< 30 days
Cresud 2019 NCN, Series XVIII <sup>(1)</sup>	USD	32.6	4.00%	12-Sep-19
Cresud 2019 NCN, Series XXII <sup>(1)</sup>	USD	21.7	4.00%	1-Aug-19
Cresud 2020 NCN, Series XXIV	USD	73.6	9.00%	16-Nov-20
Cresud 2023 NCN, Series XXIII <sup>(1)</sup>	USD	113.2	6.50%	16-Feb-23
Other debt	USD	172.5	-	-
<b>CRESUD's Total Debt <sup>(3)</sup></b>		<b>413.4</b>		
<b>Cash and cash equivalents <sup>(3)</sup></b>		<b>17.9</b>		
<b>Total Net Debt</b>		<b>395.5</b>		
<b>Brasilagro's Total Net Debt</b>		<b>15.7</b>		

(1) Net of repurchases

(2) Principal amount stated in USD (million) at an exchange rate of 37.70 ARS/USD, 6.96 BOB/USD and 3.88 BRL/USD, without considering accrued interest or elimination of balances with subsidiaries,

(3) Does not include Carnes Pampeanas nor FyO



## Urban Properties and Investments Business

### Operations Center in Argentina

The following table describes our total debt as of December 31, 2018:

Description	Currency	Amount <sup>(1)</sup>	Interest Rate	Maturity
Bank overdrafts	ARS	0.0	Floating	< 360 days
IRSA 2020 Series II Non-Convertible Notes,	USD	71.4	11.50%	Jul-20
Series VII Non-Convertible Notes	ARS	10.2	Badlar + 299	Sep-19
Series VIII Non-Convertible Notes <sup>(2)</sup>	USD	183.5	7.00%	Sep-19
Other debt	USD	38.2	-	Feb-22
<b>IRSA's Total Debt</b>		<b>303.4</b>		
IRSA's Cash + Cash Equivalents + Investments <sup>(3)</sup>	USD	9.2		
<b>IRSA's Net Debt</b>	<b>USD</b>	<b>294.2</b>		
Bank overdrafts	ARS	3.0	-	< 360 d
PAMSA loan	USD	35.0	Fixed	Feb-323
IRCP NCN Class IV	USD	139.0	5.0%	Sep-20
IRSA CP NCN Class II	USD	360.0	8.75%	Mar-23
<b>IRSA CP's Total Debt</b>		<b>537.0</b>		
Cash & Cash Equivalents + Investments <sup>(4)</sup>		202.4		
<b>IRSA CP's Net Debt</b>		<b>334.6</b>		

- (1) Principal amount in USD (million) at an exchange rate of Ps, 37,70 Ps./USD, without considering accrued interest or eliminations of balances with subsidiaries,  
(2) Net of repurchases.  
(3) "IRSA's Cash & Cash Equivalents plus Investments" includes IRSA's Cash & Cash Equivalents + IRSA's Investments in current and non-current financial assets,  
(4) "IRSA CP's Cash & Cash Equivalents plus Investments" includes IRSA CP's Cash and cash equivalents.

### Israel Business Center

Net Financial Debt (USD million)

Indebtedness <sup>(1)</sup>	Total	Net
IDBD's Total Debt	598	551
DIC's Total Debt	687	462

(1) Principal amount in USD (million) at an exchange rate of 3,7458 NIS/USD, without considering accrued interest or elimination of balances with subsidiaries, Includes bonds and loans,

### Comparative Summary Consolidated Balance Sheet Data

In millions of Ps,	Dec-18	Jun-18
Current assets	138,290	130,667
Non-current assets	317,383	326,281
Total assets	455,673	456,948
Current liabilities	80,221	72,885
Non-current liabilities	280,055	282,900
Total liabilities	360,276	355,785
Total capital and reserves attributable to the shareholders of the controlling company	26,602	30,525
Minority interests	68,795	70,638
Shareholders' equity	95,397	101,163
Total liabilities plus minority interests plus shareholders' equity	455,673	456,948

## Comparative Summary Consolidated Statement of Income Data

In millions of Ps,	Dec-18	Dec-17
Gross profit	12,859	11,216
Profit from operations	409	14,983
Share of (loss) / profit of associates and joint ventures	-717	78
Profit from operations before financing and taxation	-308	15,061
Financial results, net	-7,950	-8,205
(Loss) / Profit before income tax	-8,258	6,856
Income tax expense	1,921	3,327
(Loss) / Profit of the period of continuous operations	-6,337	10,183
Profit of discontinued operations after taxes	717	1,291
(Loss) / Profit for the period	-5,620	11,474
Controlling company's shareholders	-3,925	5,354
Non-controlling interest	-1,695	6,120

## Comparative Summary Consolidated Statement of Cash Flow Data

In millions of Ps,	Dec-18	Dec-17
Net cash generated by operating activities	5,260	10,446
Net cash used in investment activities	-191	-13,926
Net cash generated by financing activities	2,596	11,745
<b>Total net cash generated during the fiscal period</b>	<b>7,665</b>	<b>8,265</b>

## Ratios

In millions of Ps,	Dec-18	Jun-18
Liquidity <sup>(1)</sup>	1.724	1.793
Solvency <sup>(2)</sup>	0.265	0.284
Restricted capital <sup>(3)</sup>	0.697	0.714

(1) Current Assets / Current Liabilities

(2) Total Shareholders' Equity/Total Liabilities

(3) Non-current Assets/Total Assets

## Material events of the quarter and subsequent events

### October 2018: General Ordinary and Extraordinary Shareholders' Meeting

On October 29, 2018, the Company's General Ordinary and Extraordinary Shareholders' Meeting was held, and the following resolutions were adopted by majority vote:

- Distribution of 20,656,215 treasury shares, representing 4.1% of the share capital (0.04294551131 shares / ordinary share and 0.4294551131 shares / ADR), to be done on November 12, 2018.
- Fees payable to the Board of Directors and Supervisory Committee for fiscal year 2018 ended June 30, 2018,
- Renewal of appointment of regular and alternate directors due to expiration of their terms and appointment of new alternate director.

### November 2018: Bond issuance

On November 8, we issued Negotiable Obligations in the local market for the sum of USD 73,6 million at a fixed interest rate of 9% per annum due in 2020, The funds were used to refinance short-term debt.

### December 2018: New share repurchase plan

On December 6, 2018, the Board of Directors has approved the terms and conditions for the acquisition of the common shares issued by the Company under the provisions of Section 64 of Law N° 26,831 and the Rules of the *Comisión Nacional de Valores*.

- (i) Maximum amount of the investment: Up to ARS 300,000,000.
- (ii) Maximum number of shares to be acquired: Up to 10% of the capital stock of the Company, in the form of common shares or American Depositary Shares.
- (iii) Daily limitation on market transactions: Up to 25% of the average volume of the daily transactions for the Shares and ADS in the markets during the previous 90 days.
- (iv) Payable Price: Up to ARS 15.50 per ADS and in the case of common shares, up to a maximum value in ARS equivalent to the maximum price per ADS divided by diez and multiplied by the value of the buyer exchange rate of the Argentine National Bank in force at the time of each repurchase.
- (v) Period in which the acquisitions will take place: : Until 90 days, beginning the day following to the date of publication of the information in the Daily Bulletin of the Buenos Aires Stock Exchange.
- (vi) Origin of the Funds: The acquisitions will be made with realized and liquid earnings pending of distribution of the Company.

During the six-month period ended December 31, 2018, the Company acquired 249,215 common shares (V.N. ARS 1 per share) for a total of ARS 11 million and 240,487 ADS (representing 2,404,870 common shares) for a total of USD 2.8 million (equivalent to ARS 107 million).

### EBITDA Reconciliation

In this summary report we present EBITDA and Adjusted EBITDA, We define EBITDA as profit for the period excluding: (i) result of discontinued operations, (ii) income tax expense, (iii) financial results, net iv) results from participation in associates and joint ventures; and (v) depreciation and amortization, We define Adjusted EBITDA as EBITDA minus net profit from changes in the fair value of investment properties, not realized,

EBITDA and Adjusted EBITDA are non-IFRS financial measures that do not have standardized meanings prescribed by IFRS, We present EBITDA and adjusted EBITDA because we believe they provide investors supplemental measures of our financial performance that may facilitate period-to-period comparisons on a consistent basis, Our management also uses EBITDA and Adjusted EBITDA from time to time, among other measures, for internal planning and performance measurement purposes, EBITDA and Adjusted EBITDA should not be construed as an alternative to profit from operations, as an indicator of operating performance or as an alternative to cash flow provided by operating activities, in each case, as determined in accordance with IFRS, EBITDA and Adjusted EBITDA, as calculated by us, may not be comparable to similarly titled measures reported by other companies, The table below presents a reconciliation of profit for the relevant period to EBITDA and Adjusted EBITDA for the periods indicated:

For the six-month period ended December 31 (in ARS million)		
	2018	2017
Profit for the period	-5,620	11,474
Profit from discontinued operations	-717	-1,291
Income tax expense	-1,921	-3,327
Net financial results	7,950	8,205
Share of profit of associates and joint ventures	717	-78
Depreciation and amortization	3,215	3,066
<b>EBITDA (unaudited)</b>	<b>3,624</b>	<b>18,049</b>
Unrealized gain from fair value of investment properties	6,349	-10,336
<b>Adjusted EBITDA (unaudited)</b>	<b>9,973</b>	<b>7,713</b>



## Prospects for fiscal year

The 2019 Campaign is developing in Argentina under the climatic characteristics of a neutral “el niño” phenomenon, with precipitations level above the average. We expect an increase in the country’s agricultural production greater than 30%, mainly driven by Soybean and Corn. Regarding the markets, in the case of oilseeds, the price trend will be influenced by the development of the trade conflict between China and the US, Should this dispute continue, we would see lower prices in the US and firmer prices in South America due to China's demand orientation towards this origin, while, if resolved, we would see a positive reaction from the Chicago quotes at the expense of the FOB premiums from South America, For cereals, the decline in production in the countries of Europe and Eastern Europe provide support to prices, providing good prospects for their prices,

Given the new agricultural scenario, with more competitive exchange rates in Argentina and Brazil, Cresud plans to plant more than 258,000 hectares in the region and to produce more than 800,000 tons, a historical record. Likewise, the Company is strongly complementing its activity in its own farms with farms leased to third parties in Argentina, Brazil and Bolivia.

Regarding livestock activity, we will focus on improving productivity by minimizing the impact of increased costs due to the economic situation, working efficiently to achieve the highest possible operating margins, We will continue concentrating our cattle production in our own farms, mainly in the Northwest of the country and hoping to continue appreciating the cattle price,

Regarding the transformation and farmland sales, we hope to get the permits to increase the area under development since we have a large area of land reserves in the region with agricultural and / or livestock potential while we will continue to sell the farms that have reached their maximum level of appreciation,

In relation to our urban properties and investments segment, the diversification in real estate assets of our subsidiary IRSA, in Argentina and abroad, including the United States and Israel, protects us from the exchange rate volatility of the last months. We trust in the value of our investment in IRSA and we expect good results for FY 2019.

We believe that companies like Cresud, with many years of experience and great knowledge of the sector, will have excellent opportunities to take advantage in the market, especially considering that our main job is to produce food for a world population that grows and demands it,

Alejandro G. Elsztain

Second Vice-Chairman in exercise  
of the presidency

**Consolidated Condensed Interim Balance Sheets**  
**as of December 31, 2018 and June 30, 2018**  
(Amounts stated in millions)

	<u>12.31.18</u>	<u>06.30.18</u>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Investment properties	206.275	208.494
Property, plant and equipment	31.449	29.853
Trading properties	4.494	8.487
Intangible assets	15.614	16.050
Biological assets	1.056	1.154
Other assets	50	241
Investment in associates and joint ventures	28.584	33.361
Deferred income tax assets	1.437	1.498
Income tax and MPIT credits	467	577
Restricted assets	4.005	2.776
Trade and other receivables	12.920	11.637
Investment in financial assets	2.100	2.187
Financial assets held for sale	8.927	9.928
Derivative financial instruments	5	38
<b>Total non-current assets</b>	<b><u>317.383</u></b>	<b><u>326.281</u></b>
<b>Current assets</b>		
Trading properties	2.871	4.175
Biological assets	2.632	1.164
Inventories	2.606	3.009
Restricted assets	3.969	5.415
Income tax and MPIT credits	406	510
Financial assets held for sale	7.800	6.618
Groups of assets held for sale	22.389	21.941
Investment in financial assets	33.476	32.676
Trade and other receivables	7.206	5.693
Derivative financial instruments	206	198
Cash and cash equivalents	54.729	49.268
<b>Total current assets</b>	<b><u>138.290</u></b>	<b><u>130.667</u></b>
<b>TOTAL ASSETS</b>	<b><u>455.673</u></b>	<b><u>456.948</u></b>
<b>SHAREHOLDERS' EQUITY</b>		
Shareholders' equity (according to corresponding statement)	26.602	30.525
Non-controlling interest	68.795	70.638
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b><u>95.397</u></b>	<b><u>101.163</u></b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Trade and other payables	239.632	238.963
Income tax and minimum presumed income tax liabilities	32.411	34.378
Borrowings	2.345	4.724
Deferred income tax liabilities	5.065	4.547
Derivative financial instruments	131	140
Payroll and social security liabilities	1	-
Provisions	367	51
Employee benefits	103	97
<b>Total non-current liabilities</b>	<b><u>280.055</u></b>	<b><u>282.900</u></b>
<b>Current liabilities</b>		
Trade and other payables	18.786	22.964
Income tax and minimum presumed income tax liabilities	52.596	40.897
Payroll and social security liabilities	1.354	1.350
Borrowings	4.589	4.134
Derivative financial instruments	1.983	2.382
Provisions	606	758
Group of liabilities held for sale	307	400
<b>Total Current liabilities</b>	<b><u>80.221</u></b>	<b><u>72.885</u></b>
<b>TOTAL LIABILITIES</b>	<b><u>360.276</u></b>	<b><u>355.785</u></b>
<b>TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES</b>	<b><u>455.673</u></b>	<b><u>456.948</u></b>

**Consolidated Condensed Interim Statements of Income and Other Comprehensive Income for the six-months period ended  
December 31, 2018 and 2017**  
(Amounts stated in millions)

	<b>Six months</b>	
	<b>12.31.18</b>	<b>12.31.17</b>
Revenues	33.103	28.238
Costs	(20.739)	(17.275)
Initial recognition and changes in the fair value of biological assets and agricultural products at the point of harvest	461	172
Changes in the net realizable value of agricultural products after harvest	34	81
<b>Gross profit</b>	<b>12.859</b>	<b>11.216</b>
Net gain from fair value adjustment of investment properties	(5.519)	10.336
Gain from disposal of farmlands	53	-
General and administrative expenses	(3.590)	(3.105)
Selling expenses	(3.915)	(3.785)
Other operating results, net	521	1.106
Management fees	-	(785)
<b>Profit from operations</b>	<b>409</b>	<b>14.983</b>
Share of profit of associates and joint ventures	(717)	78
<b>(Loss) / profit before financial results and income tax</b>	<b>(308)</b>	<b>15.061</b>
Finance income	1.252	702
Finance cost	(10.348)	(9.928)
Other financial results	1.273	1.042
Inflation adjustment	(127)	(21)
Financial results, net	(7.950)	(8.205)
<b>(Loss) / Profit before income tax</b>	<b>(8.258)</b>	<b>6.856</b>
Income tax	1.921	3.327
<b>(Loss) / Profit for the period from continuing operations</b>	<b>(6.337)</b>	<b>10.183</b>
Profit for the period from discontinued operations	717	1.291
<b>(Loss) / Profit for the period</b>	<b>(5.620)</b>	<b>11.474</b>
<i>Other comprehensive income / (loss):</i>		
<i>Items that may be reclassified subsequently to profit or loss:</i>		
Currency translation adjustment	782	(3.931)
Change in the fair value of hedging instruments net of income taxes	28	-
<i>Items that may not be reclassified subsequently to profit or loss:</i>		
Revaluation of fixed assets transferred to investment properties	573	-
Other comprehensive income from subsidiary	334	-
Actuarial loss from defined benefit plans	-	(72)
<b>Other comprehensive income / (loss) for the period from continuing operations</b>	<b>1.717</b>	<b>(4.003)</b>
Other comprehensive income for the period from discontinued operations	16	399
<b>Total other comprehensive income / (loss) for the period</b>	<b>1.733</b>	<b>(3.604)</b>
<b>Total comprehensive (loss) / income for the period</b>	<b>(3.887)</b>	<b>7.870</b>
Total comprehensive (loss) / income from continuing operations	(4.620)	6.180
Total comprehensive income from discontinued operations	733	1.690
<b>Total comprehensive (loss) / income from the period</b>	<b>(3.887)</b>	<b>7.870</b>
<b>(Loss) / profit for the period attributable to:</b>		
Equity holders of the parent	(3.925)	5.354
Non-controlling interest	(1.695)	6.120
<b>(Loss) / profit from continuing operations attributable to:</b>		
Equity holders of the parent	(4.393)	4.924
Non-controlling interest	(1.944)	5.259
<b>Total comprehensive (Loss) / income attributable to:</b>		
Equity holders of the parent	(3.424)	4.676
Non-controlling interest	(463)	3.194
<b>(Loss) / profit for the period per share attributable to equity holders of the parent:</b>		
Basic	(8,077)	10,723
Diluted	(8,077)	10,673
<b>(Loss) / profit per share from continuing operations attributable to equity holders of the parent:</b>		
Basic	(9,040)	9,862
Diluted	(9,040)	9,816



**Consolidated Condensed Interim Cash Flow Statements**  
**for the six-month periods ended December 31, 2018 and 2017**  
(Amounts stated in millions)

	<u>12.31.18</u>	<u>12.31.17</u>
<b>Operating activities:</b>		
Net cash generated from operating activities before income tax paid	5.081	6.479
Income tax paid	(499)	(263)
<b>Net cash generated from continuing operating activities</b>	<b>4.582</b>	<b>6.216</b>
<b>Net cash generated from discontinued operating activities</b>	<b>678</b>	<b>4.230</b>
<b>Net cash generated from operating activities</b>	<b>5.260</b>	<b>10.446</b>
<b>Investing activities:</b>		
Decrease of interest in associates and joint ventures	(216)	-
Capital contributions to associates and joint ventures	182	46
Acquisition, improvements and advance payments for the development of investment properties	(2.571)	(1.901)
Payment for acquisition of non-controlling interest	(227)	-
Proceeds from sales of investment properties	210	390
Acquisitions and improvements of property, plant and equipment	(1.992)	(1.753)
Advance payments	(21)	(237)
Acquisition of intangible assets	(1.065)	(543)
Proceeds from sales of property, plant and equipment	13	13
Acquisitions of subsidiaries, net of cash acquired	(39)	-
Net increase of restricted deposits	(414)	(964)
Dividends collected from associates and joint ventures	169	1.398
Proceeds from sales of interest held in associates and joint ventures	4.746	78
Proceeds from loans granted	68	846
Acquisitions of investments in financial assets	(18.600)	(22.981)
Proceeds from disposal of investments in financial assets	19.528	14.432
Dividends received	43	117
Loans granted to related parties	23	(541)
Loans granted	-	(141)
Decrease in securities	-	50
Proceeds from sales of farmlands	-	10
Advanced proceeds from sales of farmlands	-	117
Cash incorporated by business combination, net of cash paid	-	(1.123)
Proceeds from liquidation of associate	-	104
<b>Net cash used in continuing investing activities</b>	<b>(169)</b>	<b>(12.583)</b>
Net cash used in discontinued investing activities	(22)	(1.343)
<b>Net cash used in investing activities</b>	<b>(191)</b>	<b>(13.926)</b>
<b>Financing activities:</b>		
Borrowings and issuance of non-convertible notes	27.364	23.360
Payment of borrowings and non-convertible notes	(16.229)	(11.755)
Obtaining (Payment) of short term loans, net	1.027	(6)
Interest paid	(5.840)	(4.272)
Repurchase of own shares	(283)	-
Repurchase of non-convertible notes	(1.966)	(6)
Capital contributions from non-controlling interest in subsidiaries	94	247
Acquisition of non-controlling interest in subsidiaries	(1.120)	(4)
Proceeds from sales of non-controlling interest in subsidiaries	5	5.010
Loans received from associates and joint ventures, net	52	-
Payment of borrowings to related parties	(1)	-
Dividends paid	(323)	(3.026)
Dividends paid to non-controlling interest in subsidiaries	(299)	(141)
Proceeds from derivative financial instruments, net	145	169
Payment of seller financing	(2)	(62)
<b>Net cash generated from continuing financing activities</b>	<b>2.624</b>	<b>9.514</b>
Net cash (used in) generated from discontinued financing activities	(28)	2.231
<b>Net cash generated from financing activities</b>	<b>2.596</b>	<b>11.745</b>
Net increase in cash and cash equivalents from continuing activities	7.037	3.147
Net increase in cash and cash equivalents from discontinued activities	628	5.118
<b>Net increase in cash and cash equivalents</b>	<b>7.665</b>	<b>8.265</b>
Cash and cash equivalents at beginning of the period	49.268	41.856
Cash and cash equivalents reclassified to held for sale	(634)	(104)
Foreign exchange gain on cash and changes in fair value of cash equivalents	(1.578)	71
Foreign exchange gain on cash and changes in fair value of cash equivalents	7	(5.695)
<b>Cash and cash equivalents at the end of the period</b>	<b>54.728</b>	<b>44.393</b>

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