

This translation of the Portuguese document was made only for the convenience of non-Portuguese speaking Shareholders. For all intents and purposes, the Portuguese version shall prevail.

PROPOSAL

Point 3 of the Agenda
of the General Shareholder Meeting
Galp Energia, SGPS, S.A.
May 28th, 2007

Proposed appropriation of net income

Group equity interests are held by Galp Energia, SGPS, S.A.

Galp Energia, SGPS, S.A. reported net income of 797,549,913.89 euros for 2006 financial year. These earnings are shown in the individual accounts of Galp Energia, SGPS, S.A., prepared in accordance with Portuguese General Accepted Accounting Principles ("PGAAP").

The Board of Directors proposes that the aforementioned net income be appropriated as follows:

	€
Legal reserve (5%)	39,877,495.69
Dividend distribution (€ 0.304 /share)	252,092,193.04
Retained earnings	505,580,225.16
Total	797,549,913.89

Lisbon, 24 of April 2007

The Board of Directors