

**Galp Gás Natural Distribuição, S.A.**  
**Annual General Shareholders Meeting**  
**May 22, 2018**

**Proposal regarding item 1**

**Resolve on the amendment to paragraph 1 of article 20 of the Company's Articles of Association**

Whereas:

1. The approval by the Board of Directors of a Company Standard related to the attribution to the GGND Group's employees of a participation in the results;
2. The proposal presented by the Board of Directors of attribution to the GGND Group's employees of a participation in GGND's 2017 results;
3. the current By-Laws of GGND does not allows the distribution of results to their employees,

The Board of Directors propose to the General Shareholders Meeting the approval of the amendment of paragraph 1 of article 20 of the Company's By-laws, which shall be read as follows:

**"ARTICLE TWENTY**

**Financial year profits**

1. The profits of the financial year, established in accordance with the law, are applied towards the constitution or reinforcement of legal reserves and the residual *as resolved by the General Meeting of Shareholders.* "

Lisbon, April 10, 2018

The Board of Directors