

**VIX Logística S.A., and VIX
Logística and its subsidiaries**
Quarterly Financial Information – ITR at
March 31, 2016 and report on the review
of quarterly information



Report on the review of quarterly information

To the Management and Shareholders
VIX Logística S.A.

Introduction

We have reviewed the accompanying parent company and consolidated interim accounting information of Vix Logística S.A, included in the Quarterly Information Form (ITR) for the quarter ended March 31, 2016, comprising the balance sheet as at that date and the statements of income, comprehensive income, changes in equity and cash flows for the quarter then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of the parent company and consolidated interim accounting information in accordance with the accounting standard CPC 21, Interim Financial Reporting, of the Brazilian Accounting Pronouncements Committee (CPC) and International Accounting Standard (IAS) 34, Interim Financial Reporting issued by the International Accounting Standards Board (IASB), as well as the presentation of this information in accordance with the standards issued by the Brazilian Securities Commission (CVM), applicable to the preparation of the Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim accounting information based on our review.

Scope of the review

We conducted our review in accordance with Brazilian and International Standards on Reviews of Interim Financial Information (NBC TR 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Brazilian and International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion on the interim information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying parent company and consolidated interim accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with CPC 21 and IAS 34 applicable to the preparation of the Quarterly Information, and presented in accordance with the standards issued by the CVM.



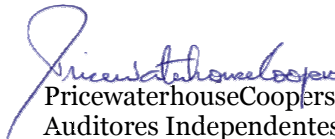
VIX Logística S.A.


Other matters

Statements of value added

We have also reviewed the parent company and consolidated statements of value added for the quarter ended March 31, 2016. These statements are the responsibility of the Company's management, and are required to be presented in accordance with standards issued by the Brazilian Securities Commissions (CVM) applicable to the preparation of Quarterly Information (ITR) and are considered supplementary information under IFRS, which do not require the presentation of the interim statement of value added. These statements have been submitted to the same review procedures described above and, based on our review, nothing has come to our attention that causes us to believe that they have not been prepared, in all material respects, in a manner consistent with the parent company and consolidated interim accounting information taken as a whole.

Rio de Janeiro, May 10, 2016


PricewaterhouseCoopers
Auditores Independentes
CRC 2SP000160/O-5 "F" RJ


Muria Salete Garcia Pinheiro
Contadora CRC RJ048568/O-7

**VIX Logística S.A. and
Vix Logística S.A. and subsidiaries**

Individual and consolidated balance sheets
In thousands of *Reais*

	<u>Parent Company</u>		<u>Consolidated</u>			<u>Parent Company</u>		<u>Consolidated</u>			
	<u>Notes</u>	<u>March 31, 2016</u>	<u>December 31, 2015</u>	<u>March 31, 2016</u>		<u>December 31, 2015</u>	<u>Notes</u>	<u>March 31, 2016</u>	<u>December 31, 2015</u>	<u>March 31, 2016</u>	<u>December 31, 2015</u>
Assets					Total liabilities and shareholders' equity						
Current assets					Current liabilities						
Cash and cash equivalents	5	201.779	222.907	289.771	300.186	Loans and financing	14	164.059	162.607	191.660	191.388
Accounts receivable	6	112.970	99.041	155.930	157.685	Suppliers		21.029	5.929	24.602	8.791
Accounts receivable - related parties	16	729	793	735	806	Suppliers - related parties	16	1.915	1.522	1.945	1.647
Inventories	7	11.559	11.645	13.923	14.183	Labor obligations	15	32.280	30.000	41.453	39.509
Tax credits	8	8.167	8.613	8.488	8.692	Tax liabilities	15	13.353	6.838	18.148	12.667
Income and social contribution tax credits	8	22.988	23.795	23.801	25.206	Accounts payable		2.688	2.816	5.784	6.370
Miscellaneous credits and contract payments withheld	9	2.625	3.278	6.246	7.177	Advances from clients		2.260	997	2.334	1.011
Expenses paid in advance		3.846	973	4.654	1.239	Derivatives transactions	24.4	2.039	78	2.039	78
Dividends Receivable			1.012								
								239.623	210.787	287.965	261.461
		<u>364.663</u>	<u>372.057</u>	<u>503.548</u>	<u>515.174</u>						
Goods available for sale	10	<u>58.001</u>	<u>53.444</u>	<u>67.945</u>	<u>62.105</u>	Non-current liabilities					
		<u>422.664</u>	<u>425.501</u>	<u>571.493</u>	<u>577.279</u>	Loans and financing	14	306.480	337.873	385.229	423.024
						Derivatives transactions	24.4	1.911		1.911	

The management's explanatory notes are an integral part of the financial statements.

**VIX Logística S.A. and
Vix Logística S.A. and subsidiaries**

**Individual and consolidated balance sheets
In thousands of Reais**

						Deferred income and social contribution taxes	19	64.541	62.380	76.730	75.170
Non-current assets						Tax liabilities	15	6.689	6.959	6.689	6.959
Non-current receivables						Provision for contingencies	17	<u>12.932</u>	<u>13.534</u>	<u>12.932</u>	<u>13.534</u>
Related party credits	16	7.863	7.578	7.141	6.758						
Tax credits	8	6.531	7.121	6.531	7.121			<u>392.553</u>	<u>420.746</u>	<u>483.491</u>	<u>518.687</u>
Miscellaneous credits and contract payments withheld	9	4.753	4.722	4.818	4.738						
Derivatives transactions	24.4		1.548		1.548			<u>632.176</u>	<u>631.533</u>	<u>771.456</u>	<u>780.148</u>
Court deposits and other accounts	17	<u>14.266</u>	<u>13.819</u>	<u>16.678</u>	<u>15.908</u>						
		<u>33.413</u>	<u>34.788</u>	<u>35.168</u>	<u>36.073</u>						
Investments	11	165.139	164.938	209	209	Shareholders' Equity					
Property, plant and equipment	12	523.473	508.176	677.093	668.451	Capital stock	18	332.000	332.000	332.000	332.000
Intangible assets	13	<u>30.425</u>	<u>29.334</u>	<u>30.431</u>	<u>29.340</u>	Capital reserves	18	9.338	9.338	9.338	9.338
		<u>719.037</u>	<u>702.448</u>	<u>707.733</u>	<u>698.000</u>	Earnings reserves	18	192.944	181.427	192.944	181.427
		<u>752.450</u>	<u>737.236</u>	<u>742.901</u>	<u>734.073</u>	Adjustment to equity valuation		<u>8.656</u>	<u>8.439</u>	<u>8.656</u>	<u>8.439</u>
								<u>542.938</u>	<u>531.204</u>	<u>542.938</u>	<u>531.204</u>
Total assets		<u>1.175.114</u>	<u>1.162.737</u>	<u>1.314.394</u>	<u>1.311.352</u>	Total liabilities and shareholders' equity		<u>1.175.114</u>	<u>1.162.737</u>	<u>1.314.394</u>	<u>1.311.352</u>

The management's explanatory notes are an integral part of the financial statements.

**VIX Logística S.A. and
Vix Logística S.A. and subsidiaries**

Individual and consolidated balance sheets
In thousands of *Reais*

0 0 0 0

The management's explanatory notes are an integral part of the financial statements.

**VIX Logística S.A. and
VIX Logística S.A. and subsidiaries**

**Interim statement of income
Three-month period ended March 31
In thousands of Reais, unless stated otherwise**

	Notes	Parent Company		Consolidated	
		March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Net revenues from sales and services	21	182.911	217.580	259.894	282.801
Cost of goods sold and services	22	(139.137)	(171.178)	(213.947)	(225.494)
Gross profit		43.774	46.402	45.947	57.307
Operating expenses and revenues					
Administrative/general/trading expenses	22	(13.868)	(16.806)	(15.741)	(17.194)
Other revenues, net		73	40	263	40
Equity pick-up	11	(24)	6.905		
		(13.819)	(9.861)	(15.478)	(17.154)
Operating income before financial income		29.955	36.541	30.469	40.153
Financial expenses	23	(22.883)	(31.829)	(25.219)	(33.224)
Financial revenues	23	15.409	28.294	18.067	29.280
Income before income and social contribution taxes		22.481	33.006	23.317	36.209
Current income and social contribution taxes	19.1	(5.443)		(6.880)	(2.119)
Deferred income and social contribution taxes	19.2	(2.165)	(9.341)	(1.564)	(10.425)
Net income for the period		14.873	23.665	14.873	23.665
Basic and diluted earnings per share	25	0,17558	0,27938		

The management's explanatory notes are an integral part of the financial statements.

**VIX Logística S.A. and
Via Logística S.A. and subsidiaries**

Interim comprehensive statements of income
Three-month period ended March 31
In thousands of *Reais*

	Parent Company and Consolidated	
	March 31, 2016	March 31, 2015
Net income for the period	<u>14.873</u>	<u>23.665</u>
Other comprehensive income		
Currency variation for overseas affiliate company	<u>225</u>	<u>50</u>
	<u>225</u>	<u>50</u>
Comprehensive income for the period	<u><u>15.098</u></u>	<u><u>23.715</u></u>

The management's explanatory notes are an integral part of the financial statements.

**VIX Logística S.A. and
Vix Logística S.A. and subsidiaries**

Interim statements of changes in shareholders' equity
In thousands of *Reais*

	Note s	Capital stock paid up	Capital reserve	Earnings reserves		Additional dividend proposed	Adjustment s to equity valuation	Retained earnings	Total
				Legal	Investment s				
Balances as of January 1, 2015	18	<u>332.000</u>	<u>9.338</u>	<u>15.501</u>	<u>115.301</u>	<u>574</u>	<u>8.719</u>	<u>-</u>	<u>481.433</u>
Net income for the period								23.665	23.665
Currency variation for overseas affiliate company							50		50
Total comprehensive income for the period		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>		<u>50</u>	<u>23.665</u>	<u>23.715</u>
Realization of revaluation reserve							(8)	11	3
Earnings retention					23.676			(23.676)	-
Total contributions and distributions to shareholders		<u>-</u>		<u>-</u>	<u>23.676</u>	<u>-</u>	<u>(8)</u>	<u>(23.665)</u>	<u>3</u>
Balances as of March 31, 2015	18	<u>332.000</u>	<u>9.338</u>	<u>15.501</u>	<u>138.977</u>	<u>574</u>	<u>8.761</u>	<u>-</u>	<u>505.151</u>
Net income for the period								43.758	43.758
Currency variation for overseas affiliate company							(294)		(294)

The management's explanatory notes are an integral part of the financial statements.

**VIX Logística S.A. and
Vix Logística S.A. and subsidiaries**

Interim statements of changes in shareholders' equity
In thousands of Reais

Total comprehensive income for the period		-	-	-	-	(294)	43.758	43.464	
Realization of revaluation reserve						(28)	50	22	
Establishment of legal reserve	18.6		3.371				(3.371)	-	
Dividends paid	18.6				(574)		(16.859)	(17.433)	
Dividends proposed	18.6				3.368		(3.368)	-	
Earnings retention				20.210			(20.210)	-	
Total contributions and distributions to shareholders		-	-	3.371	20.210	2.794	(28)	(43.758)	(17.411)
Balances as of December 31, 2015		<u>332.000</u>	<u>9.338</u>	<u>18.872</u>	<u>159.187</u>	<u>3.368</u>	<u>8.439</u>	<u>-</u>	<u>531.204</u>
Net income for the period							14.873	14.873	
Currency variation for overseas affiliate company							225	225	
Total comprehensive income for the period		-	-	-	-	225	14.873	15.098	
Realization of revaluation reserve						(8)	12	4	
Dividends paid	18.6					(3.368)		(3.368)	
Earnings retention				14.885			(14.885)	-	
Total contributions and distributions to shareholders		-	-	-	14.885	(3.368)	(8)	(14.873)	(3.364)
Balances as of March 31, 2016	18	<u>332.000</u>	<u>9.338</u>	<u>18.872</u>	<u>174.072</u>	<u>-</u>	<u>8.656</u>	<u>-</u>	<u>542.938</u>

The management's explanatory notes are an integral part of the financial statements.

**VIX Logística S.A. and
Vix Logística S.A. and subsidiaries**

Interim statements of changes in shareholders' equity
In thousands of *Reais*

The management's explanatory notes are an integral part of the financial statements.

**VIX Logística S.A. and
VIX Logística S.A. and subsidiaries**

**Individual and consolidated interim
statements of cash flows
Three-month period ended March 31
In thousands of Reais**

	<u>Parent Company</u>		<u>Consolidated</u>	
	<u>March 31, 2016</u>	<u>March 31, 2015</u>	<u>March 31, 2016</u>	<u>March 31, 2015</u>
Cash flows from operations				
Income before income and social contribution taxes	22.481	33.006	23.317	36.209
Adjustment of non-cash disbursement items for reconciliation of income with cash generated from operations				
Depreciation and amortization (notes 12 and 13)	20.816	21.060	25.865	25.511
Residual value of property, plant and equipment written off (notes 10, 12 and 13)	10.819	12.401	11.293	12.638
Earnings from equity pick-up (note 11)	24	(6.905)		
Interest and monetary adjustments on loans	13.866	13.384	15.994	14.445
Exchange variations on loans	(4.197)	23.717	(4.197)	23.717
Revaluation of derivatives to fair value through income	5.420	(18.545)	5.420	(18.545)
Provision for contingencies	(29)	422	(29)	422
Monetary variation on court deposits	(798)	(130)	(833)	(144)
Revaluation reserve	(1)	(1)	(1)	(1)
Provision (reversal) for doubtful debts	141		(38)	
	<u>68.542</u>	<u>78.409</u>	<u>76.791</u>	<u>94.252</u>
Changes in operating assets and liabilities				
Accounts receivable	(14.077)	1.694	1.735	(3.890)
Accounts receivable - related parties	64	75	71	194
Inventories	86	(356)	260	(367)
Tax credits	1.844	(2.013)	2.199	(4.435)
Other assets	(2.752)	(8.956)	(3.400)	(4.094)
Suppliers	13.332	1.675	13.388	1.033
Suppliers - related parties	393	(240)	298	(320)
Labor obligations	2.280	4.593	1.944	5.590
Tax liabilities	6.245	2.185	5.211	2.680
Other liabilities	2.902	2.597	3.162	4.268
	<u>78.859</u>	<u>79.663</u>	<u>101.659</u>	<u>94.911</u>
Cash from operations				
Income and social contribution taxes paid	(5.443)		(6.880)	(2.119)
Interest paid	(11.981)	(13.092)	(13.959)	(14.063)
Acquisition and renewal of vehicle fleet	(47.610)	(4.811)	(47.761)	(18.120)
	<u>13.825</u>	<u>61.760</u>	<u>33.059</u>	<u>60.609</u>
Net cash flows from operations				
Cash flows from investment activities				
Acquisition of other fixed assets and intangible assets	(4.968)	(2.166)	(4.972)	(2.262)
Dividends received	1.012			
	<u>(3.956)</u>	<u>(2.166)</u>	<u>(4.972)</u>	<u>(2.262)</u>
Net cash flows from (used in) investment activities				
Cash flows from financing activities				
Loans raised				
Loans repaid	(27.629)	(25.388)	(35.359)	(30.220)
Dividends paid	(3.368)		(3.368)	
	<u>(30.997)</u>	<u>(25.388)</u>	<u>(38.727)</u>	<u>(30.220)</u>
Net cash flows used for financing activities				

The management's explanatory notes are an integral part of the financial statements.

**VIX Logística S.A. and
VIX Logística S.A. and subsidiaries**

**Individual and consolidated interim
statements of cash flows
Three-month period ended March 31
In thousands of Reais**

Increase in cash and cash equivalents	<u>(21.128)</u>	<u>34.206</u>	<u>(10.640)</u>	<u>28.127</u>
Cash and cash equivalents as of January 1	222.907	232.682	300.186	269.902
Currency variation on overseas investment			225	50
Cash and cash equivalents as of March 31	<u>201.779</u>	<u>266.888</u>	<u>289.771</u>	<u>298.079</u>
	<u>(21.128)</u>	<u>34.206</u>	<u>(10.640)</u>	<u>28.127</u>
Supplementary information on cash flows				
Loans raised in respect of vehicles acquired		<u>1.661</u>		<u>10.539</u>

The management's explanatory notes are an integral part of the financial statements.

VIA Logística S.A. and Vix Logística S.A. and subsidiaries

Individual and consolidated interim value added statements

Three-month period ended March 31

In thousands of Reais

	Parent Company		Consolidated	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Revenues				
Sale of goods, products and services	204.499	244.116	294.255	321.328
Other revenues	73	41	263	41
Provision for doubtful debts	(257)		(257)	
	<u>204.315</u>	<u>244.157</u>	<u>294.261</u>	<u>321.369</u>
Inputs acquired from third parties				
Cost of goods and services sold	(28.755)	(35.799)	(36.429)	(40.778)
Material, energy, third party services and others	(18.271)	(22.172)	(56.888)	(55.731)
Adjustments to fair value				
	<u>(47.026)</u>	<u>(57.971)</u>	<u>(93.317)</u>	<u>(96.509)</u>
Gross value added	157.289	186.186	200.944	224.860
Depreciation and amortization	(20.816)	(21.060)	(25.865)	(25.511)
Net value added produced by the Company	<u>136.473</u>	<u>165.126</u>	<u>175.079</u>	<u>199.349</u>
Value added received by transfer				
Equity pick-up	(24)	6.905		
Financial revenues	15.409	28.294	18.067	29.280
	<u>15.385</u>	<u>35.199</u>	<u>18.067</u>	<u>29.280</u>
Total value added for distribution	<u>151.858</u>	<u>200.325</u>	<u>193.146</u>	<u>228.629</u>
Distribution of value added				
Personnel				
Salaries and charges	64.997	87.211	87.537	97.139
Executive board fees	4.853	2.456	4.853	2.456
Retirement and pension plans	269	352	296	368
Taxes, charges and contributions				
Federal	34.715	43.262	45.110	54.095
State	3.677	3.753	7.859	8.332
Municipal	3.858	4.916	4.932	5.589
Remuneration of third party capital				
Interest	22.247	31.616	24.383	32.708
Rentals	1.808	2.932	2.542	4.034
Others	561	162	761	243
Remuneration of shareholders' equity				
Dividends				
Retained earnings	<u>14.873</u>	<u>23.665</u>	<u>14.873</u>	<u>23.665</u>
	<u>151.858</u>	<u>200.325</u>	<u>193.146</u>	<u>228.629</u>
	0	0	0	0

The management's explanatory notes are an integral part of the financial statements.

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016

In thousands of Reais, unless stated otherwise

1 Information on the Company

VIX Logística S.A. (the "Company" or "VIX") was incorporated in 1971, and is located at Avenida Jerônimo Vervloet, nº 345 – 1st floor, in the District of Goiabeiras, City of Vitória, State of Espírito Santo. Its main business purpose is to provide logistical services, including inter-city, interstate and international road freight transport, passenger road transport in charter mode, vehicle and labor hire and logistics operations, among other things, as well as being able to acquire an interest in other companies as partner or shareholder.

As of March 31, 2016, in addition to its business operations, the Company held all the shares in the following subsidiary companies:

<u>Company</u>	<u>Acronym</u>	<u>Business</u>
Águia Branca Logística S.A.	ABL	Road freight transport and logistics
VIX Transportes Dedicados Ltda.	VIXTD	Road freight transport and logistics
Águia Branca SRL (Argentina)	AB SRL	Road freight transport and logistics
VIX Transportes Mercosur (Argentina)	VixMercosur (1)	Road freight transport and logistics
Autoport Transportes e Logística Ltda.	ATL	Road transport of vehicles
Vixlog Transporte e Logística Ltda.	VIXLOG (1)	Road freight transport

(1) Indirectly-controlled company with insignificant trading, still in business-prospecting phase.

The Company and its subsidiaries are members of the Águia Branca Group (the "Group"), which operates in the areas of logistics, road transport, air transport and trading in vehicles and spare parts. The logistics business is handled by the Company and its subsidiaries.

The Company and its subsidiaries operate in the context of a business group, when necessary taking advantage of the structure of related companies, sharing administration costs and management and revenue efforts.

2 Basis of preparation and summary of significant accounting policies

2.1 Basis of presentation of the interim financial information

The executive board of the Company authorized the issue of the individual and consolidated interim financial information of VIX Logística S.A. for the quarter ended March 31, 2016, on May 10, 2016, taking into account the subsequent events that had taken place before that date.

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

The interim financial information should be read together with the annual financial statements for the year ended December 31, 2015, which were prepared according to the accounting practices adopted in Brazil, and the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB).

The main accounting practices used for the preparation of this interim financial information are compatible with the annual financial statements for the year ended December 31, 2015 and were consistently applied in all periods shown.

The financial statements have been prepared by taking into account the historical cost as the value base, which, in the case of financial assets available for sale and other financial assets and liabilities (including derivative instruments), is adjusted to reflect measurement at fair value. The preparation of the financial statements requires the use of certain critical accounting estimates and also the exercise of judgment on the part of the management of the Company when applying the accounting policies of the Group. Those areas that require a higher level of judgment and that are more complex, as well as the areas in which assumptions and estimates are significant for the financial statements, are disclosed in Note 4.

The individual financial statements of the Parent Company were prepared according to the accounting practices adopted in Brazil issued by the Accounting Pronouncements Committee (CPC). Due to the fact that the Brazilian accounting practices applied to the individual financial statements as from 2014 do not differ from the IFRS applicable to separate financial statements, given that the IFRS now also enable the application of the equity method to the separate financial statements of subsidiaries, these accounting practices are also in compliance with the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB). These individual financial statements are disclosed together with the consolidated financial statements.

The consolidated financial statements have been prepared and are being presented in accordance with the accounting practices adopted in Brazil, including the pronouncements issued by the Accounting Pronouncements Committee (CPC), and the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB).

The presentation of the individual and consolidated Value Added Statement (DVA) is required by the Brazilian Law of Corporations and by the accounting practices adopted in Brazil for publicly-held companies. The IFRS does not require the presentation of this statement. Consequently, according to the IFRS, this statement is presented as supplementary information, without prejudice to the financial statements taken as a whole.

2.2 Changes in accounting policies and disclosures

Amendments and interpretations adopted by the Group

The following standards and amendments to standards were adopted for the first time as of the year beginning January 1, 2015, and impacted the Group.

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

**Management's explanatory notes to the
individual and consolidated interim financial information as of
March 31, 2016**
In thousands of *Reais*, unless stated otherwise

(a) Review of Technical Pronouncement No. 06/ IFRS Annual Enhancement Projects 2010-2012 and 2011-2013

- (i) **CPC 05/IAS 24 – Related parties:** clarifies that the entity providing managerial services equivalent to those of the key management is also a related party, while the reporting entity must reveal the expenses paid to that related party.
- (ii) **CPC 46/IFRS 13 – Fair value measurement:** clarifies that the measurement of short-term financial assets where the interest is not expressed at present value, when its effects are immaterial, is permitted, although not required. Furthermore, it clarifies that the exception for measuring the fair value of a portfolio by the net amount, an exception included in IFRS 13, applies to all contracts within the scope of IAS 39 and IFRS 9.

Other amendments and interpretations in force for the year to begin January 1, 2015, are not relevant to the Group.

2.3 Basis of consolidation

The consolidated interim financial information of the Company as of March 31, 2016, include the interim financial information of the subsidiaries ABL, ATL, VIXTD, VIXLOG, ABSRL and VixMercosur.

Subsidiaries are all the entities (including structured entities) controlled by the Group. Subsidiaries are fully consolidated as from the date when the control is transferred to the Group. The consolidation is interrupted as from the date when the Group ceases to have the control.

Transactions, balances and unrealized gains in intra-group transactions are eliminated. Unrealized losses are also eliminated, unless the operation gives evidence of impairment of the asset transferred. The accounting policies of subsidiaries are amended, when required, to assure consistency with the policies adopted by the Group.

2.4 Foreign currency conversion

(i) Functional currency and presentation currency

The interim financial information is shown in *Reais* (R\$), which is the Company's functional currency and in the case of those whose functional currencies are not the Real, the interim financial information is converted into *Reais* on the closing date.

Foreign currency transactions are converted to the functional currency using the exchange rates prevailing on the transaction dates or on the evaluation dates, when the items are reassessed.

(ii) Transactions and balances

Assets and liabilities denominated in foreign currency are converted to the functional currency (the Real) using the exchange rate ruling on the date of the respective balance sheets. Gains and losses from the updating of these assets and liabilities, as a result of differences between the exchange rate ruling on the date of the transaction and on the closing date of the periods, are recognized in income as financial revenues or expenses.

(iii) Group Companies

Subsidiaries located overseas have their own management bodies and enjoy administrative, financial

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

and operational independence. Their assets, liabilities and income are therefore converted by the following method: (i) Assets and liabilities converted at the closing rate; (ii) Shareholders' equity converted at the rate ruling on the date of the transactions; (iii) Revenues and expenses converted at the average rate, provided that there have not been significant fluctuations in the currency. The effects of currency variations are registered in the adjustments to equity valuation account in shareholders' equity.

2.5 Description of significant accounting policies adopted

The significant accounting policies adopted in preparing this interim financial information are described below:

(a) Cash and cash equivalents

Cash equivalents are held in order to meet short-term cash commitments, and not for investment or for other purposes. The group takes cash equivalents to be financial investments immediately convertible into a known amount of cash, and subject to an insignificant risk of a change in value. An investment, therefore, normally qualifies as a cash equivalent when it is maturing in the short term, for example three months or less from the date of contracting it.

(b) Financial instruments – Initial recognition and measurement

(b.1) Financial assets – Recognition and measurement

The Company's financial assets are classified as financial assets at fair value through income and as loans and receivables. The Company determines the classification of its financial assets at the time of their initial recognition.

Financial assets at fair value through income

Financial assets at fair value through income are financial assets held for trading. A financial asset is classified in this category if it was acquired principally for sale in the short term. Assets in this category are classified as current assets.

Derivatives are also classified as held for trading, unless they have been designated as hedging instruments.

The financial assets are shown as current assets, except for those with a maturity date more than 12 months after the date of the balance sheet.

Loans and receivables

Loans and receivables are non-derivative financial assets, with fixed or determinable payments, not quoted in an active market. They are shown as current assets, except for those with a maturity date more than 12 months after the date of the balance sheet (these are classified as non-current assets).

(b.2) Financial liabilities - Recognition and

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

measurement

The Company's financial liabilities are classified as financial liabilities at fair value through income or as other financial liabilities. The Company determines the classification of its financial liabilities at the time of their initial recognition.

Financial liabilities are recognized initially at fair value and, in the case of loans and financing, are adjusted upwards by the directly related transaction costs.

After initial recognition, loans and financing subject to interest are subsequently measured at amortized cost, using the effective interest method. Gains and losses are recognized in the statement of income at the time when the liabilities are settled, and also during the amortization process by the effective interest rate method.

The Company's financial liabilities include trade accounts payable, other accounts payable and loans and financing.

(b.3) Derivative financial instruments and hedge accounting

The derivative financial instruments are classified according to management's intention to use them as instruments intended for hedging purposes, or not. As of March 31, 2016, there were no derivative financial instruments classified as hedge accounting.

(b.4) Adjustment to present value (APV) of assets and liabilities

Long-term monetary assets and liabilities are subject to monetary adjustment and, therefore, are shown at present value. Adjustment to present value of short-term monetary assets and liabilities is calculated, and recorded, only if considered material in relation to the interim financial information taken as a whole. For the purposes of recording and determining materiality, the adjustment to present value is calculated taking into account the contractual cash flows and the explicit interest rate, and in some cases the implicit interest rate, of the respective assets and liabilities.

On the basis of analyses carried out, and Management's best estimates, the Company has concluded that the adjustment to present value of current monetary assets and liabilities is immaterial in relation to the interim financial information taken as a whole, and so no such adjustment has been registered.

(b.5) Impairment of financial assets

Assets measured at amortized cost

At the end of each reporting period the Company assesses whether there is objective evidence that a financial asset or group of financial assets is impaired. When an asset or group of financial assets is impaired, impairment losses will be incurred only if there is objective evidence of impairment as a result of one or more events that have occurred after the initial recognition of the assets (a "loss event") and if that loss event (or events) has an impact on the estimated future cash flows from the financial asset or group of financial assets that can be reliably estimated.

The criteria that the Company uses to determine whether there is objective evidence of impairment loss include:

- (i) material financial difficulty of issuer or debtor;

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

- (ii) breach of contract, such as default or delay in payment of interest or principal;
- (iii) the Company, for economic or legal reasons related to the financial difficulty of the borrower, grants the borrower a concession that the creditor would not consider;
- (iv) it is probable that the borrower files for bankruptcy or another financial restructuring; or
- (v) disappearance of an active market for that financial asset due to financial difficulties.

The Company first of all considers whether there is objective evidence of impairment.

The amount of the loss is measured as the difference between the book value of the assets and the present value of estimated cash flows (excluding losses from future credits not yet incurred) discounted at the original ruling interest rate of the financial assets. The book value of the assets is reduced and the amount of the loss is recognized in the statement of income.

If in a subsequent period the amount of the impairment loss and the reduction can be objectively related to an event that occurred after the impairment was recognized (such as an improvement in the debtor's credit rating) the impairment loss previously recognized will be reversed and registered in the statement of income.

(c) Trade accounts receivable

These are initially recognized at fair value and thereafter measured at amortized cost, less the provision for doubtful debts. Recoverability is analyzed individually for each client, with a provision being set up in an amount considered by the company's Management to be sufficient.

The Company and its subsidiaries provide services for large companies which operate in different sectors; there is therefore no difficulty in the collection of their accounts receivable, and there is no past experience of significant losses.

(c.1) Revenues to invoice

The company and its subsidiaries provide several services that are measured periodically and are invoiced in accordance with the rules of each agreement entered into. Several agreements are at fixed prices, while others with variable prices are recognized within the accounting period for the purpose of correctly presenting the Company's income and assets.

(d) Inventories

Inventories refer to fuel, tires and parts for maintenance, and are valued at average acquisition cost, not exceeding their market value.

Provisions for inventories with low turnover or inventories that are obsolete are set up when considered necessary by Management.

(e) Goods available for sale

Goods available for sale are classified as held for sale when their book value is recoverable, principally, by means of a sale and when such sale is practically certain. These assets are valued at the lesser of book value and fair value less selling costs.

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

**Management's explanatory notes to the
individual and consolidated interim financial information as of
March 31, 2016**
In thousands of *Reais*, unless stated otherwise

(f) Investments in subsidiaries - parent company

The Company's investments in its subsidiaries are valued by the equity method for the purposes of the parent company's interim financial information.

On the basis of the equity method, investments in which control is not held are booked in the parent company balance sheet initially at cost, adjusted by changes after the acquisition of a corporate interest in the earnings of the subsidiaries.

Corporate interests in subsidiaries are shown in the parent company statement of income as equity income, representing the net income attributable to the shareholders of the subsidiaries.

After application of the equity method, for the purposes of the parent company interim financial information, the Company determines whether it is necessary to recognize impairment of its investments in its subsidiaries. As of each balance sheet closing date, the Company determines whether there is objective evidence of impairment in its investments in subsidiaries.

If such evidence exists, the Company calculates the amount of the impairment loss as being the difference between the recoverable value of the subsidiary and its book value, and recognizes the amount in the parent company statements of income.

Other permanent investments are registered at acquisition cost less a provision for devaluation, when applicable.

(g) Property, plant and equipment

Registered at acquisition cost, except for land and buildings, which are shown at their readjusted value with base date September 2007, based on a revaluation report issued by independent valuers.

Depreciation of assets is calculated on a straight-line basis, taking into account their projected residual value and estimated useful life. The depreciation rates used are given in Note 12. Repair and maintenance expenses that cannot be defined as assets are booked as expenses at the time incurred.

The depreciation rates for vehicles, machinery and equipment are reviewed annually, in accordance with the guidelines contained in Technical Pronouncement CPC 27 (Property, plant and equipment). They are calculated on the basis of the useful economic life of the assets making up these groups, taking estimated residual values into account. The economic lives vary according to the activity/agreement in which they are employed. The Company reassessed the Group's fixed asset depreciation policies during the year, concluding that their economic life would not be affected.

The Company carries out a periodic assessment of the useful life of all the assets that make up its property, plant and equipment, to determine depreciation rates and residual values. The following criteria are taken into account by the Company for the purposes of the internal study:

- Maintenance, operation and state of conservation.
- The amounts shown in the table issued by the Economic Research Institute Foundation (Fundação Instituto de Pesquisas Econômicas or FIPE) are used for valuing trucks/vehicles.
- The conditions under which the assets operated during the period of service.
- The periods specified in certain service agreements for renovation of the fleet in use.

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

- The technical experience of the Company's operations team.

The revaluation balances, registered in the adjustment of the equity valuation account, as permitted by Law No. 11.638/07 and mentioned in Note 19, will be held until completely written off, according to the useful life of the revalued asset.

(h) Leasing

Financial leasing agreements (for transactions where there is a substantial transfer of the risks and benefits inherent in ownership of an asset) are recognized in property, plant and equipment and as a liability in loans and financing, for the present value of the minimum mandatory installments under the agreement or at the fair value of the asset, plus initial direct costs incurred in the transaction, when applicable. Depreciation of the assets is calculated at the rates given in Note 12. Operating lease agreements are recognized as an expense on a systematic basis representing the period during which the benefit of the asset leased is obtained, even if repayments are not made on the same basis.

(i) Intangible assets

Intangible assets acquired separately are measured upon their initial recognition at acquisition cost and, subsequently, with accumulated amortization and impairment losses deducted, when applicable.

The amortization of intangibles is calculated using the straight-line method, taking estimated economic life into account. The rates used are mentioned in Note 13. In the case of assets with an indeterminate economic life, the Company conducts internal studies to define the economic life, complying with the guidelines contained in Technical Pronouncement CPC 04 (R1) - (Intangible Assets).

In conducting the internal study to determine the economic life, based on an analysis of the technical, physical and economic factors, facilities, maintenance and the technological obsolescence applied to the economic activities it which it is engaged, the Company takes into account the criteria shown below:

- The analysis of the technology implemented and the expected contribution to the business over time;
- The track record of previous technology already deployed at the VIX Group;
- Market reality for the system deployed in the same line of business;
- Calculation of perpetuity based on the constant flow growth model;
- Value in use of the intangible asset based on expected future profitability, taking into account the concept described in Technical Pronouncement CPC 01 (R1) for Cash Generation Units (CGU)

(j) Impairment of Financial Assets

Non-financial assets that are subject to amortization are reviewed for verification of impairment whenever events or changes in circumstances indicate that their book value may not be recoverable. An impairment loss is recognized for the amount by which book value exceeds recoverable value. Recoverable value is the higher of the fair value of an asset, less the sale cost, and its value in use. For the assessment of impairment, assets are grouped at the lowest level for which there are separately identifiable cash flows (Cash Generating Units or CGUs). Non-financial assets that have suffered impairment are reviewed subsequently to analyze the possibility of reversing the impairment on the date the report is presented.

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

In the Company's view, there is no indication that book values may not be recovered through transactions in the future.

(k) Suppliers

The balance of suppliers is represented by accounts payable for the purchase of fuel, tires, spare parts for maintenance, etc. In addition it is the Company's practice, when it acquires vehicles and equipment, to book the net amount owing for them as "Suppliers", transferring them to the "Loans and financing" account when approval has been obtained from financial institutions and agreements signed, classifying them as current or non-current liabilities.

(l) Loans and financing

Loans and financing are recognized initially at fair value, net of the costs incurred in the transaction, and are subsequently shown at amortized cost. Any difference between the amounts raised (net of transaction costs) and the settlement amount is recognized in the statement of income during the period in which the loans are current, using the effective interest rate method.

(m) Salaries and social charges

Salaries, including provisions for vacation pay, 13th month salaries and supplementary payments negotiated under collective labor agreements, plus the corresponding social charges, are appropriated using the accrual method.

(n) Provisions

Provisions are recognized when the Company has a present obligation (legal or informal) in consequence of a past event, when it is likely that economic benefits will be required to settle the obligation, and when a reliable estimate of the value of the obligation can be made. The expense relating to any provision is shown in the statement of income.

The Company is a party to various judicial and administrative proceedings. Provisions are set up for contingencies relating to judicial proceedings under which it is likely that resources will have to be paid out to settle the contingency/obligation, and when a reasonable estimate of the amount can be made. The assessment of the probability of loss includes an appraisal of the available evidence, the hierarchy of laws, the available case law, the most recent court decisions and their relevance in the judicial order, as well as the opinion of external legal counsel. The provisions are reviewed and adjusted to take into account changes in circumstances, such as the applicable period for prescription, the conclusions of tax inspections or additional exposure identified on the basis of new evidence or court decisions.

(o) Taxes and contributions

(o.1) Income and social contribution taxes – current

Corporate Income Tax (IRPJ) and Social Contribution on Net Income (CSLL) are calculated on the basis of the current rates (25% for IRPJ, 10% for additional IRPJ on income exceeding R\$240 per annum and 9% for CSLL) and take into account the set-off of tax losses and negative base for social contribution, in order to determine liability, when applicable. Additions to book profit of temporarily non-deductible expenses, or exclusions of temporarily non-taxable revenues, which are taken into account for ascertaining the current taxable profit, therefore, generate deferred tax credits or debits.

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

As permitted by the tax legislation, certain subsidiaries, which have an annual turnover for the period of less than R\$78,000, have opted for the presumed income regime. For these subsidiaries, the IRPJ calculation base is calculated at a rate of 8% and for CSLL the rate is 12% on taxable revenues (32% when gross revenues are derived from the provision of services and 100% of financial revenues), on which the regular rates for the respective tax and contribution are levied.

(o.2) Income and social contribution taxes - deferred

Deferred taxes are generated by temporary differences on the balance sheet date between tax bases of assets and liabilities and their book values.

Deferred tax liabilities are recognized for all the temporary tax differences.

Deferred tax assets are recognized for all the deductible temporary differences, unutilized tax credits and tax losses, to the extent that it is likely that taxable profits will be available for the deductible temporary differences to be realized and for unutilized tax credits and tax losses to be used.

The book value of deferred tax assets is reviewed as of each balance sheet date and written off to the extent that it is no longer likely that taxable profits will be available to allow for all or part of the deferred tax asset to be used.

Deferred tax assets and liabilities are measured at the tax rate that is expected to be applicable in the year when the asset will be realized or the liability settled, on the basis of the tax rates (and tax laws) promulgated up to the balance sheet date.

Deferred taxes relating to items recognized directly in shareholders' equity are also recognized in shareholders' equity, and not in the statements of income. Deferred tax items are recognized according to the transaction that originated the deferred tax, in comprehensive income or directly in shareholders' equity.

Deferred tax assets and liabilities are shown at their net amount on the balance sheet, when there is a legal right and the intention to offset them when assessing current taxes, normally involving the same legal entity and the same tax authority. Deferred tax assets and liabilities related to different entities are shown separately, not by the net amount.

(o.3) Taxes on sales

Revenues from sales and services are subject to the following taxes and contributions payable at the following basic rates:

- 1 Social Integration Program (PIS) – 0.65% and 1.65%.
- 2 Social Security Financing Contribution (COFINS) – 3% and 7.6%.
- 3 Tax on Services (ISS) - 2% to 5%.
- 4 Tax on Circulation of Goods and Services (ICMS) – average rate from 12% to 19%.

These charges are shown as deductions from sales revenues in the income statement.

(p) Other (current and non-current) assets and liabilities

An asset is recognized in the balance sheet when it is likely that it will generate future economic benefits in favor of the Company, and when its cost or value can be reliably measured. A liability is

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

recognized in the balance sheet when the Company has a legal obligation, or an obligation existing as the result of a past event, and it is likely that economic resources will be required to settle it. They are increased, when applicable, by the corresponding charges and monetary or currency variations incurred. Provisions are set up according to the best estimates of the risk involved.

Assets and liabilities are classified as current when their realization or settlement is likely to occur within the following twelve-month period. Otherwise they are shown as non-current.

(q) Recognition of revenue

(q.1) Provision of services

Revenues from the provision of services are recognized on the basis of the execution of the services according to the service agreements entered into by the parties, or when the services are completed; in other words, when the significant risks and benefits are transferred to the purchaser. When the result of the agreement cannot be reliably measured, revenues are recognized only to the extent that the costs incurred can be recovered.

(q.2) Sale of assets

Revenues from the sale of assets are recognized when the significant risks and benefits of ownership of the goods and equipment are transferred to the purchaser, which generally happens upon delivery.

(q.3) Interest revenue

For all financial instruments valued at amortized cost and interest-bearing financial assets, financial revenues or expenses are booked at the effective interest rate, which discounts exactly the estimated future cash payments or receipts over the estimated life of the financial instrument, or over a shorter period when applicable, to the net book value of the financial asset or liability. Interest revenues are included under the "Financial revenues" heading in the statement of income.

(r) Earnings per share

The Company has calculated earnings per share using the weighted average number of total common shares in circulation, during the period corresponding to the income. There are no potential dilutions of common shares and there therefore no diluted earnings per share are shown.

(s) Benefits to employees

The benefits policy is intended to ensure the well-being of the employees and also of their families. The Company and its subsidiaries therefore offer medical care, life insurance, meal vouchers or food vouchers, an internal training program and transport vouchers, among other benefits.

The Águia Branca Group companies operate a pension plan. In general, the plans are financed by payments to insurance companies or fiduciary funds, determined by periodic actuarial calculations. The Águia Branca Group has a defined contribution plan. A defined contribution plan is a pension plan under which the Group makes fixed contributions to a separate entity. The Group has no legal or constructive obligations to make contributions if the fund does not have sufficient assets to pay to all the employees the benefits related to their service during the current and the preceding period.

In the case of defined contribution plans, the Group contributes to the private pension insurance plan either contractually or voluntarily. The Group has no additional payment obligation after the

**VIX Logística S.A. and
Vix Logística S.A. and subsidiaries**

**Management's explanatory notes to the
individual and consolidated interim financial information as of
March 31, 2016**
In thousands of *Reais*, unless stated otherwise

contribution has been made. Contributions are recognized as employee benefits expenses, when due. Contributions made in advance are recognized as an asset to the extent that a cash reimbursement or a reduction in future payments is available.

/(t) Information by segment

The primary activity of the Company is providing dedicated logistical solutions. Therefore, the information and results are analyzed by the principal decision-maker on a consolidated basis, in spite of being organized under four types of service businesses: (i) Dedicated Logistics; (ii) Automotive Logistics; (iii) Fleet Service and (iv) Charters. All the above-mentioned service businesses consist of dedicated logistical solutions and reflect the current portfolio of services offered by the Company. In spite of the varied nature of the services, the decision makers hold that the Group represents only one business segment, and they do not provide for specific strategies intended solely for one line of service.

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016

In thousands of Reais, unless stated otherwise

3 New pronouncements, amendments and interpretations of IFRS

The following new standards, amendments and interpretations of standards have been issued by the IASB but were not in force during the quarter ended March 31, 2016. Adoption of these standards in advance, although encouraged by the IASB, was not permitted in Brazil by the Accounting Pronouncements Committee (CPC).

- IFRS 15 – “Revenues from Agreements with Clients – This new standard provides the principles an entity should use to measure its revenues and when such revenues should be recognized. This standard will be in force on January 1, 2018, and will replace IAS 11 – “Construction Agreements” and IAS 18 – “Revenues” and relevant interpretations. Management is analyzing the impacts of adopting it.
- IFRS 9 – “Financial Instruments,” deals with the classification, measurement and recognition of financial assets and liabilities. The full version of IFRS 9 was published in July 2014, and will be in force on January 1, 2018. It will replace the IAS39 standard, which deals with the classification and measurement of financial instruments. IFRS 9 maintains and simplifies the combined measurement model, establishing three main categories of measurement for financial assets: amortized cost, fair value through other comprehensive income and fair value through income. It also presents a new model of expected credit loss that replaces the existing incurred loss model. IFRS 9 has reduced the requirements regarding hedge effectiveness, requiring an economic relationship between the item hedged and the hedging instrument, and the same hedge index as that used by management for risk management purposes. Management is still assessing the full impact of its adoption.
- IFRS 16 – “Leases” - under this new rule, lessees now have to recognize the liabilities for future payments and right of use of the leased asset for practically all lease agreements, including operating leases, while certain short-term or small -ticket agreements can remain outside the scope of this new rule. The criteria for recognizing and measuring leases in the lessor's financial statements have remained substantially unchanged; IFRS16 takes effect for the business years commencing on or after January 1, 2019, replacing IAS 17 – “Leases” and the attendant interpretations. The management is assessing the impacts of adopting it.

We must mention that these revisions and new standards have not prompted the issue, by CPC, of new or revised equivalent standards in the accounting practices accepted in Brazil, including the homologation process by the relevant regulatory authorities. As a rule, the adoption of new or revised standards and interpretations in advance, although encouraged by the IASB, is not permitted in Brazil, nor is it available in the accounting practices adopted in Brazil. Therefore, these new and/or revised standards have not been considered in the Company's interim financial information.

4 Significant judgment, estimates and accounting assumptions

4.1 Judgment

The preparation of the Company's interim financial information requires that its Management make judgments and estimates and adopt assumptions that affect the amounts shown for revenues, expenses, assets and liabilities, as well as contingent liabilities disclosed, as of the base date of the interim financial information.

Uncertainty in respect of these assumptions and estimates may, however, lead to results requiring a

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

significant adjustment in the book value of the respective asset or liability in future periods.

4.2 Estimates and assumptions

The principal assumptions relating to sources of uncertainty in future estimates, and other sources of uncertainty in estimates as of the balance sheet date, involving a significant risk of causing major adjustments to the book value of assets and liabilities in the next financial year, are discussed below:

(a) Taxes

The Company makes provisions, based on the reasonable estimates, for the possible consequences of inspections by the tax authorities in the respective jurisdictions where it operates. The amount of these provisions is based on several factors, such as the experience from previous inspections and the conflicting interpretations of the tax regulations by the taxable entity and the tax authority responsible. These differences in interpretation can arise in a wide variety of matters, depending on the conditions prevailing in the Company's respective domicile.

Deferred tax assets are recognized for all unutilized tax losses to the extent that it is likely that there will be a taxable profit available to allow such losses to be used. Significant judgment on the part of management is required to determine the value of the deferred tax assets that can be recognized, based on the probable timing and level of future taxable profits, combined with future tax planning strategies.

The Company shows deferred tax assets arising from credits of temporary differences, taxes where collection is suspended and tax losses in the subsidiaries to be set off in the amount of R\$7,703 (R\$9,212 as of December 31, 2015). These losses originate in the parent company and certain subsidiaries that show tax loss balances, without a period for prescription, and may not be used to set off against taxable profits in other parts of the Company. The set-off of accumulated tax losses is restricted to a maximum of 30% of the taxable profit generated in any one tax year.

The Company shows deferred tax liabilities resulting from temporary differences, generated by the depreciation of its property, plant and equipment, between the tax base and the consolidated corporate base in the amount of R\$90,790 (R\$84,382 as of December 31, 2015).

(b) Provision for civil, tax and labor risks

The Company recognizes provisions for civil, tax and labor actions. The assessment of the probability of loss includes an appraisal of the available evidence, the hierarchy of laws, the available case law, the most recent court decisions and their relevance in the judicial order, as well as the opinion of external legal counsel. The provisions are reviewed and adjusted to take into account changes in circumstances, such as the applicable period for prescription, the conclusions of tax inspections or additional exposure identified on the basis of new evidence or court decisions.

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016

In thousands of Reais, unless stated otherwise

(c) Revenues from non-invoiced provision of services

The revenues of the Company and its subsidiaries arise principally from the provision of services, under the terms of commercial agreements with the clients of the Company and its subsidiaries. Until they are invoiced, revenues from the provision of services are recognized on the basis of the stage of execution of the services rendered, to the extent that all the costs related to the services can be reliably measured, according to the conditions established in the agreements.

(d) Useful life of non current assets

Property, plant and equipment and intangible assets are depreciated and amortized on a straight-line basis, using rates approximating to the useful economic life of the assets, which are reviewed annually.

5 Cash and cash equivalents

	Parent Company		Consolidated	
	March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
Cash	334	350	417	437
Banks	1.196	1.279	2.305	2.684
Financial investments	200.249	221.278	287.049	297.065
	<u>201.779</u>	<u>222.907</u>	<u>289.771</u>	<u>300.186</u>

As of March 31, 2016, the Águia Branca Group, including the Company and its subsidiaries, centralized its investments in the Bradesco Multimarket Investment Fund Crédito Privado GAB CORP which enjoys daily liquidity with no restrictions on redemptions. Day-to-day residual amounts are channeled to automatic investments, available for redemption, with no restriction applying to the balance (daily liquidity), with earnings equivalent to an average Interbank Certificate of Deposit (CDI) rate of 99.2%.

**VIX Logística S.A. and
Vix Logística S.A. and subsidiaries**

**Management's explanatory notes to the
individual and consolidated interim financial information as of
March 31, 2016**

In thousands of Reais, unless stated otherwise

6 Accounts receivable

	Parent Company		Consolidated	
	March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
Trade bills receivable	53.392	50.298	84.735	88.480
Services to be invoiced and other accounts receivable	59.041	48.017	67.361	64.747
Bills of lading to be invoiced	982	1.030	5.213	5.875
(-) Provision for doubtful debts	(445)	(304)	(1.379)	(1.417)
	<u>112.970</u>	<u>99.041</u>	<u>155.930</u>	<u>157.685</u>

The Company and its subsidiaries provide services for large companies which operate in different sectors; there is therefore no difficulty in the collection of accounts receivable, and there is no past experience of significant losses.

Details of the balance of trade bills receivable from clients, according to maturity dates, are given below:

	Parent Company		Consolidated	
	March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
Not yet due	47.517	45.368	73.036	78.180
Overdue				
Overdue up to 30 days	5.062	4.273	7.292	7.541
Overdue from 31 to 90 days	321	410	1.177	563
Overdue from 91 to 180 days	144	33	1.891	485
Overdue for more than 180 days	348	214	1.339	1.711
	<u>53.392</u>	<u>50.298</u>	<u>84.735</u>	<u>88.480</u>

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016

In thousands of Reais, unless stated otherwise

The parent company's accounts receivable show the amount of R\$1,738 (R\$2,732 as of December 31, 2015), while the consolidated figures show R\$3,326 (R\$4,121 as of December 31, 2015), both received as deposits in account whose invoices have not yet been written down in the system, given the difficulty in identifying the monies received; however, the amounts shown here are already net of this effect.

Movement of provision for doubtful debts

	Parent Company		Consolidated	
	March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
Opening balance	304	694	1.417	700
Provisions	257	64	257	1.171
Reversals	(116)	(454)	(295)	(454)
Closing balance	445	304	1.379	1.417

7 Inventories

	Parent Company		Consolidated	
	March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
Parts and accessories (i)	6.316	6.065	7.513	7.227
Tires	2.610	2.959	3.239	3.842
Material for coachwork	1.002	960	1.277	1.144
Fuel and lubricants	1.336	1.404	1.546	1.651
Other items	295	257	348	319
	11.559	11.645	13.923	14.183

(i) Used for vehicle maintenance (batteries, screws, washers, filters, ball bearings, fan belts, etc)

**VIX Logística S.A. and
Vix Logística S.A. and subsidiaries**

**Management's explanatory notes to the
individual and consolidated interim financial information as of
March 31, 2016**

In thousands of Reais, unless stated otherwise

8 Tax credits

	Parent Company		Consolidated	
	March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
Current				
Tax on circulation of goods and services - ICMS (i)	7.844	8.292	7.884	8.353
Social Integration Program (PIS) and Social Security Financing Contribution (COFINS)			7	6
National Social Service institute - INSS	197	195	461	195
Other	126	126	136	138
	8.167	8.613	8.488	8.692
Income Tax - IRPJ (ii)	19.148	21.678	19.713	22.830
Social Contribution Tax on Net Income - CSLL (ii)	3.840	2.117	4.088	2.376
	22.988	23.795	23.801	25.206
	31.155	32.408	32.289	33.898
Non-current				
Tax on circulation of goods and services - ICMS	6.531	7.121	6.531	7.121
	6.531	7.121	6.531	7.121
	37.686	39.529	38.820	41.019

(i) ICMS consists principally of credit relative to acquisitions of property, plant and equipment, used at the monthly rate of one forty-eighth part (1/48), according to the current tax legislation. For each acquisition, the Company and its subsidiaries assess the recoverable portion of tax and includes the non-recoverable portion in the cost of the original item in fixed assets, since it can only be used in proportion to the taxed revenues.

(ii) IRPJ and CSLL credits refer to advances made by the companies that have opted for the "real annual profit" tax regime (VIX, VIXTD and, ATL) and withheld at source.

**VIX Logística S.A. and
Vix Logística S.A. and subsidiaries**

**Management's explanatory notes to the
individual and consolidated interim financial information as of
March 31, 2016**

In thousands of Reais, unless stated otherwise

9 Miscellaneous credits and contract payments withheld

	<u>Parent Company</u>		<u>Consolidated</u>	
	<u>March 31, 2016</u>	<u>December 31, 2015</u>	<u>March 31, 2016</u>	<u>December 31, 2015</u>
Current				
Suppliers	1.127	1.017	1.299	1.229
Employees (13th month salary, vacation pay, salaries etc.)	736	1.240	1.048	1.818
Miscellaneous debtors (i)	64	65	2.625	2.351
Truck drivers	325	354	658	950
Other	373	602	616	829
	<u>2.625</u>	<u>3.278</u>	<u>6.246</u>	<u>7.177</u>
Non-current				
Miscellaneous debtors (i)	400	400	400	400
Contract payments withheld (ii)	4.220	4.150	4.285	4.166
Other	133	172	133	172
	<u>4.753</u>	<u>4.722</u>	<u>4.818</u>	<u>4.738</u>
	<u><u>7.378</u></u>	<u><u>8.000</u></u>	<u><u>11.064</u></u>	<u><u>11.915</u></u>

- (i) Miscellaneous debtors is used to classify receivable from clients regarding contract reimbursements.
- (ii) Contract payments withheld classifies amounts withheld by several customers and property lessors pursuant to the agreements. These amounts will be reimbursed when the agreements expire.

10 Goods available for sale

These consist mainly of vehicles, machinery and equipment no longer used for the operations of the Company and its subsidiaries, available for sale, valued at acquisition cost less accumulated depreciation up to the date when they became available for sale, which are below the expected realization amounts. The amounts are held in accordance with management's expectations for sale in less than one year.

	<u>Parent Company</u>	<u>Consolidated</u>
--	-----------------------	---------------------

**VIX Logística S.A. and
Vix Logística S.A. and subsidiaries**

**Management's explanatory notes to the
individual and consolidated interim financial information as of
March 31, 2016**

In thousands of Reais, unless stated otherwise

	March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
Trucks / Semi-trailers	16.408	13.056	26.332	21.702
Light / Utility vehicles / Buses	36.330	37.455	36.350	37.470
Other	5.263	2.933	5.263	2.933
Total goods available for sale	<u>58.001</u>	<u>53.444</u>	<u>67.945</u>	<u>62.105</u>
	Parent Company		Consolidated	
	March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
Opening balance	53.444	18.015	62.105	24.118
Returned items	73	652	73	652
Reincorporated items	478	3.287	478	3.287
Reclassification of fixed asset items available for sale	14.707	71.869	16.034	75.066
Items disposed of during the period	<u>(10.701)</u>	<u>(40.379)</u>	<u>(10.745)</u>	<u>(41.018)</u>
Closing balance	<u>58.001</u>	<u>53.444</u>	<u>67.945</u>	<u>62.105</u>

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the
individual and consolidated interim financial information as of March 31, 2016
In thousands of *Reais*, unless stated otherwise

Breakdown of investment

	<u>ABL</u>	<u>ATL</u>	<u>ATV</u>	<u>VIXTD</u>	<u>ABSRL</u>	<u>Total</u>
Balances as of January 1, 2015	26.263	37.198	30.281	13.203	716	107.661
(+) Equity pick-up	4.261	18.431	(2.254)	9.463	24	29.925
(+) Investments(*)			24.500	4.000		28.500
(-) Distribution of earnings	(1.012)					(1.012)
Merger transfer		52.527	(52.527)			-
(-) Currency variation on overseas investment					(244)	(244)
Balances as of December 31, 2015	29.512	108.156	-	26.666	496	164.830
(+) Equity pick-up	336	2.324		(2.631)	(53)	(24)
(+) Investments						-
(-) Currency variation on overseas investment					225	225
Balances as of March 31, 2016	29.848	110.480	-	24.035	668	165.031

(*) Capital injection

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of *Reais*, unless stated otherwise

12 Property, plant and equipment

Parent Company

	Vehicles	Machinery and equipment	Computer Equipment	Buildings and construction	Improvements to third-party assets (i)	Furniture and fittings	Land	Tools	Aircraft (ii)	Other - capital expenditure in progress (iii)	Transfer to intangible assets	Total
Balances as of January 1, 2015	368.416	80.059	1.822	8.582	2.339	1.889	23.725	106	5.248	27.128	(7.114)	512.200
Acquisitions	48.714	47.188	557	5	73	487	-	2	-	55.008	-	152.034
Disposals and write-downs	(812)	(346)	(4)	-	(2)	(33)	-	(3)	-	-	-	(1.200)
Reclassification of assets intended for sale	(69.639)	(2.230)	-	-	-	-	-	-	-	-	-	(71.869)
Reclassifications	46.481	189	(11)	2.095	812	43	-	7	-	(49.616)	(11)	(11)
Depreciation	(67.453)	(12.513)	(632)	(421)	(1.247)	(334)	-	(36)	(342)	-	-	(82.978)
Balances as of December 31, 2015	325.707	112.347	1.732	10.261	1.975	2.052	23.725	76	4.906	32.520	(7.125)	508.176
Acquisitions	45.959	844	8	-	-	33	-	-	-	3.487	-	50.331
Disposals and write-downs	(91)	(17)	(4)	-	-	(3)	-	(3)	-	-	-	(118)
Reclassification of assets intended for sale	(12.340)	(2.367)	-	-	-	-	-	-	-	-	-	(14.707)
Reclassifications	2.716	110	-	-	175	-	-	-	-	(3.001)	-	-
Depreciation	(15.388)	(4.029)	(165)	(115)	(332)	(85)	-	(9)	(86)	-	-	(20.209)
Balances as of March 31, 2016	346.563	106.888	1.571	10.146	1.818	1.997	23.725	64	4.820	33.006	(7.125)	523.473

Average annual depreciation rates (%)

Light / Utility vehicles / Buses

19,8

-

-

-

-

-

-

-

-

-

-

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

Trucks / Semi-trailers	17,0	-	-	-	-	-	-	-	-	-
Other	-	14,6	20,0	3,7	55,4	10,0	-	20,0	5,0	-

Consolidated	Vehicles	Machinery and equipment	Computer Equipment	Buildings and construction	Improvements to third-party assets (i)	Furniture and fittings	Land	Tools	Aircraft (ii)	Other - capital expenditure in progress (iii)	Transfer to intangible assets	Total
Balances as of January 1, 2015	492.574	82.783	1.938	8.582	3.672	2.266	23.725	99	5.248	31.984	(7.114)	645.757
Acquisitions	83.138	60.216	563	5	102	634	-	13	-	57.536	-	202.207
Disposals and write-downs	(1.971)	(362)	(4)	-	(2)	(42)	-	(3)	-	-	-	(2.384)
Reclassification of assets intended for sale	(72.836)	(2.230)	-	-	-	-	-	-	-	-	-	(75.066)
Reclassifications	50.068	426	(11)	2.095	2.471	35	-	7	-	(55.091)	(11)	(11)
Depreciation	(84.051)	(14.374)	(654)	(421)	(1.774)	(396)	-	(40)	(342)	-	-	(102.052)
Balances as of December 31, 2015	466.922	126.459	1.832	10.261	4.469	2.497	23.725	76	4.906	34.429	(7.125)	668.451
Acquisitions	46.044	909	8	-	-	35	-	-	-	3.487	-	50.483
Disposals and write-downs	(520)	(17)	(4)	-	-	(4)	-	(3)	-	-	-	(548)
Reclassification of assets intended for sale	(13.668)	(2.367)	-	-	-	-	-	-	-	-	-	(16.035)
Reclassifications	2.716	110	-	-	175	-	-	-	-	(3.001)	-	-
Depreciation	(19.629)	(4.583)	(171)	(115)	(569)	(95)	-	(10)	(86)	-	-	(25.258)

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

Balances as of March 31, 2016	<u>481.865</u>	<u>120.511</u>	<u>1.665</u>	<u>10.146</u>	<u>4.075</u>	<u>2.433</u>	<u>23.725</u>	<u>63</u>	<u>4.820</u>	<u>34.915</u>	<u>(7.125)</u>	<u>677.093</u>
Average annual depreciation rates (%)												
Light / Utility vehicles / Buses	19,8	-	-	-	-	-	-	-	-	-	-	-
Trucks / Semi-trailers	17,0	-	-	-	-	-	-	-	-	-	-	-
Other	-	14,6	20,0	3,7	55,4	10,0	-	20,0	5,0	-	-	-

- (i) Improvements to third party assets are amortized over the period of the period of the lease agreements, or their useful life, whichever is less.
- (ii) The aircraft is used by the Company's officers so that they may reach clients more quickly when they need assistance, being used strictly for business.
- (iii) Capital expenditure in progress is basically unfinished work and/or equipment requiring inputs in order to begin operating.

The Company also has R\$6,861 (R\$9,829 in the consolidated figures) totally depreciated but still in operation.

The Company has examined the fixed assets for indications of impairment, concluding that there was no need to carry out impairment testing.

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the
individual and consolidated interim financial information as of March 31, 2016
In thousands of Reais, unless stated otherwise

13 Intangible assets

Parent Company

	Computer system	Contractual Rights	Leased computer system	Right of use of the telephone	Intangibles in progress	Total
Balances as of January 1, 2015	671	4.200	-	-	15.931	20.802
Acquisitions	438				9.174	9.612
Disposals and write-downs						-
Impairment						-
Reclassifications	18.817		2.696		(21.502)	11
Amortization	(979)		(112)			(1.091)
Balances as of December 31, 2015	18.947	4.200	2.584	-	3.603	29.334
Acquisitions	-	-	-	1.698	-	1.698
Disposals and write-downs	-	-	-	-	-	-
Impairment	-	-	-	-	-	-
Reclassifications						-
Amortization	(540)	-	(67)	-	-	(607)
Balances as of March 31, 2016	18.407	4.200	2.517	1.698	3.603	30.425
Average annual amortization rates (%)						
SAP System (%)	10,0	-	10,0	-	-	
Other	20,0	-	20,0	-	-	

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016

In thousands of *Reais*, unless stated otherwise

Consolidated

	IT system	Contractual Rights	Leased computer system	Right of use of the telephone	Intangibles in progress	Total
Balances as of January 1, 2015	673	4.200	-	-	15.931	20.804
Acquisitions	442				9.174	9.616
Disposals and write-downs						-
Impairment						-
Reclassifications	18.817		2.696		(21.502)	11
Amortization	(979)		(112)			(1.091)
						-
Balances as of December 31, 2015	18.953	4.200	2.584	-	3.603	29.340
Acquisitions	-	-	-	1.698	-	1.698
Disposals and write-downs	-	-	-	-	-	-
Impairment	-	-	-	-	-	-
Reclassifications						-
Amortization	(540)	-	(67)	-	-	(607)
						-
Balances as of March 31, 2016	18.413	4.200	2.517	1.698	3.603	30.431
Average annual amortization rates (%)						
SAP System (%)	10,0	-	10,0	-	-	
Other	20,0	-	20,0	-	-	

The Company also has an amount of R\$3,590 (R\$3,590 in the consolidated figures) totally amortized and still in operation.

The Company evaluated the existence of impairment indicators involving fixed assets and decided there was no need to do test them for impairment.

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

14 Loans and Financing

	Parent Company		Consolidated	
	March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
Current				
Acquisition of fixed assets - FINAME (note 14.1)	57.345	62.859	84.340	91.049
Bank loan for investments (note 14.2)	53.286	44.965	53.481	45.160
Debentures (note 14.4)	50.674	52.004	50.674	52.004
Leasing (note 14.3)	2.754	2.779	3.165	3.175
	<u>164.059</u>	<u>162.607</u>	<u>191.660</u>	<u>191.388</u>
Non-current				
Acquisition of fixed assets - FINAME (note 14.1)	80.897	94.319	143.911	163.657
Bank loan for investments (note 14.2)	223.610	241.064	238.610	256.064
Leasing (note 14.3)	1.973	2.490	2.708	3.303
	<u>306.480</u>	<u>337.873</u>	<u>385.229</u>	<u>423.024</u>
	<u>470.539</u>	<u>500.480</u>	<u>576.889</u>	<u>614.412</u>

14.1 Acquisition of fixed assets - FINAME

Financing obtained for investment in heavy vehicles and equipment with annual interest rates varying from 2.08% to 7.0%, adjusted according to the UR TJLP (official long-term interest rate reference unit), or the SELIC rate, ranging from 2.20% to 2.60%, in addition to several contracts based on the Investment Support Program, with annual interest rates from 2.5% to 10% and no adjustment.

14.2 Bank loan for investments

Loans obtained for investment in vehicles and operating equipment on the following terms: (i) Annual interest rates of approximately 1.45% to 2.35% (R\$247,325) and adjustment according to the Interbank Certificate of Deposit (CDI) rate, and an agreement with interest above 8.99% (R\$1,527), without adjustment; and (ii) US Dollar currency variation plus annual interest of 3.74% (R\$43,239). The agreements subject to the US Dollar currency variation are linked to swap operations subject to fixed rates and adjustment according to the CDI. Additional comments on these agreements appear in Note 24.

14.3 Leasing

Financial leases for the acquisition of machinery, equipment and other assets, with annual interest rates of approximately 0.60% to 2.80% (5,873) and maturities from 48 to 60 months, and adjustment in line with the Interbank Certificate of Deposit (CDI) rate.

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

14.4 Debentures

The principal characteristics of the private non-convertible debentures are:

Issue classification	1 st issue
Issue date	September 10, 2010
Final repayment date	September 10, 2016
Number	80
Total issue amount	R\$80 million
Type	Floating first charge over the assets of the Issuer
Form	Non-convertible, nominal and registered, without issue of a certificate
Monthly remuneration	Average interbank deposit rate (CDI) + 2.22% p.a.
Payment of monthly remuneration	Quarterly, with effect from December 10, 2010
Capital repayment	R\$31.05 million to be paid in 23 equal quarterly installments, together with the monthly remuneration. R\$48.95 million to be repaid on September 10, 2016
Security	Aval of the parent company and property belonging to the issuer and to affiliated companies
Additional obligations – financial ratios (tested each year-end): Parent Company (consolidated balance sheet)	Net debt/EBITDA equal to 3.0 or less
Additional obligations – Others	Net debt/EBITDA equal to 2.0 or less To inform clients with contracts to perform with a balance exceeding R\$50 million with a specific financial institution, not to change the Issuer's line of business, to pay current taxes in full and on time, among other things.

The debentures are shown in the financial statements at their original value, plus monthly remuneration, minus the amount of the transactions costs required, in accordance with the new accounting practices adopted in Brazil, and have been segregated into short and long-term, as follows

Short term portion	50,674
Long term portion	
	<hr/>
	50,674

The debentures are subject to early maturity upon the occurrence of specific events, which are detailed in the agreement, directly connected to the insolvency of the Company and its parent, evidence of illegal acts or default on obligations undertaken. As of March 31, 2016, none of the events specified in the agreement that could result in early repayment had occurred.

14.5 Security

Lines of credit, other than the debentures mentioned above, are secured by the assets themselves, promissory notes and the avail of controlling shareholders.

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016
In thousands of Reais, unless stated otherwise

14.6 Breakdown of long-term portions

March 31, 2016

Parent Company				
Year	FINAME	Leasing	Bank loan - investment	Total
2017	29.486	770	53.554	83.810
2018	24.390	1.203	102.407	128.000
After 2019	27.020		67.650	94.670
	<u>80.896</u>	<u>1.973</u>	<u>223.611</u>	<u>306.480</u>

Consolidated				
Year	FINAME	Leasing	Bank loan - investment	Total
2017	45.968	1.036	54.804	101.808
2018	42.913	1.672	107.407	151.992
After 2019	55.030		76.399	131.429
	<u>143.911</u>	<u>2.708</u>	<u>238.610</u>	<u>385.229</u>

December 31, 2015

Parent Company				
Year	FINAME	Leasing	Bank loan - investment	Total
2017	42.651	1.285	70.565	114.501
2018	24.649	1.205	104.571	130.425
After 2019	27.019		65.928	92.947
	<u>94.319</u>	<u>2.490</u>	<u>241.064</u>	<u>337.873</u>

Consolidated				
Year	FINAME	Leasing	Bank loan - investment	Total

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the
individual and consolidated interim financial information as of March 31, 2016
In thousands of *Reais*, unless stated otherwise

2017	65.635	1.639	71.815	139.089
2018	43.118	1.664	109.571	154.353
After 2019	<u>54.904</u>	<u></u>	<u>74.678</u>	<u>129.582</u>
	<u>163.657</u>	<u>3.303</u>	<u>256.064</u>	<u>423.024</u>

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

15 Labor and tax obligations

	Parent Company		Consolidated	
	March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
Labor obligations				
Current				
Social security - FGTS/INSS	3.152	4.847	4.237	6.692
Employees - salaries/other obligations	1.535	1.367	2.025	1.815
Provision - vacation pay, 13th month salary and charges	27.593	23.786	35.191	31.002
	<u>32.280</u>	<u>30.000</u>	<u>41.453</u>	<u>39.509</u>
Tax liabilities				
Current				
PIS/COFINS/IRPJ/CSL	8.136	1.868	10.762	4.717
ICMS payable	1.269	1.498	2.834	3.528
ISS payable	1.411	1.258	1.841	1.929
PAEX/REFIS tax installment plan(i)	1.213	1.197	1.213	1.197
Withheld	1.230	992	1.404	1.271
Others (ii)	94	25	94	25
	<u>13.353</u>	<u>6.838</u>	<u>18.148</u>	<u>12.667</u>
Non-current				
PAEX/REFIS tax installment plan(i)	6.461	6.734	6.461	6.734
ISS suspended payment	228	225	228	225
	<u>6.689</u>	<u>6.959</u>	<u>6.689</u>	<u>6.959</u>
	<u>20.042</u>	<u>13.797</u>	<u>24.837</u>	<u>19.626</u>
Short term portion	45.633	36.838	59.601	52.176
Long term portion	6.689	6.959	6.689	6.959

- (i) Relates to the Exceptional Payment in Installments (PAEX) of federal tax and social security contributions payable up to February 28, 2003, as provided for in Provisional Measure No. 303, which are to be paid in up to 130 months, with monetary adjustment according to the official Long-Term Interest Rate (TJLP) or discount rate (SELIC).

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

On June 16, 2014, the Brazilian Federal Revenue (RFB) drew up the Legal Notice 31/2014 informing that it was not possible to include several debits in the PAEX and providing two options for the Company: to maintain said debits in PAEX and settle them within 36 months (remaining term) or include them in REFIS, which allows for 180 monthly installments. In view of this new fact, given that the Company had not been informed about any pending issues with RFB, which has always issued positive certificates of good standing with negative effects with regard to the installments outstanding, in July 23, 2014 the Company filed a request for inclusion of the remaining balance of the debits under Law 12.973/2014 in REFIS, adjusting the amounts regarding the penalty and interest rates (R\$9,140) in the income for the period, deducted from tax losses, as provided for in the law.

16 Balances and transactions with related parties

The Company does business with member companies of the Águia Branca Group, of which it is a part, as follows:

	Parent Company		Consolidated	
	March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
Current assets				
Accounts receivable - freight and advances				
Águia Branca Participações S.A.	1		1	
ECO101 Concessionária de Rodovias	460	459	460	459
Kurumá Veículos Ltda.	4	4	4	4
Land Vitória Comércio de Veículos Ltda.			6	
VD Comércio de Veículos Ltda.	253	260	253	260
Viação Águia Branca S.A.	11	70	11	70
Vitória Motors Ltda.				1
VM Comércio de Veículos Ltda.				12
	729	793	735	806
Related party credits				
Águia Branca Participações S.A.	2.170	2.150	2.170	2.150
Águia Branca Logística S.A.	571	688		
Autoport Transportes e Logística Ltda.	14	7		
VD Comércio de Veículos Ltda.	4.971	4.608	4.971	4.608
VIX Transportes Dedicados Ltda.	137	125		
Viação Águia Branca S.A.				
	7.863	7.578	7.141	6.758
	8.592	8.371	7.876	7.564
Current liabilities				
Suppliers - parts, vehicles and services				
AB Comércio de Veículos Ltda.	3	12	3	12
Águia Branca Encomendas Ltda.	1	2	1	2
Águia Branca Participações S.A.	401	12	401	12
Autoport Transportes de Veículos Ltda.				
Autoport Transportes e Logística Ltda.	33	19		38

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

Kurumá Veículos Ltda.	9	8	9	9
Viação Águia Branca S.A.		35		35
VD Pneus Ltda.	1		1	
VD Comércio de Veículos Ltda. (iv)	1.467	1.434	1.530	1.539
	<u>1.915</u>	<u>1.522</u>	<u>1.945</u>	<u>1.647</u>
	Parent Company		Consolidated	
Income	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Revenue from goods and services				
Águia Branca Logística S.A.	1.777	680	1.779	680
Águia Branca Participações S.A.	1	1	1	1
Autoport Transportes de Veículos Ltda.		15		15
Autoport Transportes e Logística Ltda.	21	74	21	81
Autovix Comércio de Veículos Ltda.				
ECO101 Concessionária de Rodovias	1.462		1.462	
Kurumá Veículos Ltda.	15	7	15	7
MVI Administ. e Investidora Imob. Ltda.	26		26	
Viação Águia Branca S.A.	24	2	24	2
VD Comércio de Veículos Ltda.	538	503	538	503
VD Pneus Ltda.				
VM Comércio de Veículos Ltda.	2		28	48
VIX Logística S.A.			1.518	300
VIX Transportes Dedicados	571	32	608	32
Other				
	<u>4.437</u>	<u>1.314</u>	<u>6.020</u>	<u>1.669</u>
Cost of services				
AB Comércio de Veículos Ltda.	57		57	
Águia Branca Encomendas Ltda.	3	8	3	8
Águia Branca Logística S.A.	142	116	179	116
Águia Branca Participações S.A.(iii)	657	2.244	673	2.244
Autoport Transportes de Veículos Ltda.		87		100
Autoport Transportes e Logística Ltda.	213	10	213	12
Kurumá Veículos Ltda.(i)	57	106	57	106
Land Vitória Comércio de Veículos Ltda.				
Rio Novo Locações Ltda.(ii)	221	397	221	397
VD Comércio de Veículos Ltda.(i)	734	1.478	1.336	2.021
VD Pneus Ltda.	3		3	
Viação Águia Branca S.A.(v)		344		349
Viação Salutaris e Turismo S.A.	8	13	8	13
Vitória Motors Ltda.	24		24	
VIX Logística S.A.			3.567	861
VIX Transportes Dedicados	813		815	
	<u>2.932</u>	<u>4.803</u>	<u>7.156</u>	<u>6.227</u>
Acquisition of fixed assets(iv)				
Águia Branca Logística S.A.		83		83

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of *Reais*, unless stated otherwise

Autoport Transporte e Logística Ltda.	364		364	
VD Comércio de Veículos Ltda.	27	232	27	3.251
VIX Logística S.A.			81	
VIX Transportes Dedicados	10		10	
	<u>401</u>	<u>315</u>	<u>482</u>	<u>3.334</u>
	<u>3.333</u>	<u>5.118</u>	<u>7.638</u>	<u>9.561</u>

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

- (i) Acquisition of parts and services for Company fleet maintenance.
- (ii) Payments for property leasing transactions.
- (iii) Payments regarding services for sharing computer resources - Information Technology and business consulting, their costs being calculated according to the use of services.
- (iv) Acquisition of vehicles for use in the Company's operations.
- (v) Payments for property leasing transactions and car rental for tourism.

Inter-company transactions for acquisition of vehicles, parts and services are carried out at normal market terms and prices.

(b) Compensation of key management personnel

Key management personnel includes the directors, officers and managers. The annual compensation for 2016 was fixed at R\$17,843, as per a resolution approved in the Minutes of the Annual General Meeting held on April 29, 2016:

	<u>March 31, 2016</u>	<u>March 31, 2015</u>
Compensation	4.853	2.456
Other short-term benefits	58	45
Other long-term benefits (i)	<u>1.153</u>	<u>3.030</u>
	<u><u>6.064</u></u>	<u><u>5.531</u></u>

- (i) These amounts refer to INSS (social security), Private Pension and Life Insurance.

17 Provision for contingencies

In the normal course of its business, the Company and its subsidiaries are exposed to certain contingencies and risks, including tax, labor and civil actions which are being heard.

Changes in the provision for contingencies accounts to cover probable risks are as follows:

<u>Provisions</u>	<u>Tax</u>	<u>Labor</u>	<u>Civil</u>	<u>Total</u>
Balances as of January 1, 2015	1.258	12.187	197	13.642
Additional provision	332	3.245	30	3.607
Reversal of provision		(3.715)		(3.715)
Balances as of December 31, 2015	1.590	11.717	227	13.534
Additional provision		871	6	877
Reversal of provision	(173)	(1.281)	(25)	(1.479)

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

Balances as of March 31, 2016	<u>1.417</u>	<u>11.307</u>	<u>208</u>	<u>12.932</u>
--------------------------------------	--------------	---------------	------------	---------------

Tax contingencies

The Company and its subsidiaries are parties to various administrative and judicial tax proceedings, consisting of assessments questioning certain procedures adopted by Management. Of this total, R\$1,417 (R\$1,590 as of December 31, 2015) relates to proceedings where the risk of loss is classified as probable (individual and consolidated), a provision having been made for this total amount, and an amount of R\$134,579 (R\$131,194 in December 2015) related to proceedings where the risk of loss is classified as possible, of which R\$99,639 (R\$96,928 as of December 31, 2015) relates to proceedings at the state level (ES and RJ), R\$34,774 (R\$34,103 as of December 31, 2015) at the federal level and R\$166 (R\$163 as of December 31, 2015) at municipal level.

The key tax demands, classified as possible loss, in the opinion of our legal advisors, are highlighted below:

- 1) In December 2011, the Finance Department (SEFAZ) of Rio de Janeiro assessed Vix Logística S.A. for R\$56,723 (restated amount of 87,944 in March 2016) regarding the failure to issue CT-e in vehicle lease transactions. The company submitted its defense and the case is currently at the first administrative court level.
- 2) In November 2013, the SEFAZ of Espírito Santo assessed Vix Logística S/A for R\$7,580 (restated amount of R\$11,230 in March 2016) regarding non-payment of ICMS tax on transfers (outgoing) of property, plant and equipment. The company submitted its defense and the case is currently at the second administrative court level.
- 3) In November 2014, the parent company Vix Logística S/A was assessed by the Brazilian Federal Revenue Department for R\$28,838 (restated amount of R\$31,310 in March 2016) where it questions the items: availment of PIS and COFINS tax credits on importation transactions and the suspension of PIS and COFINS taxes on freight to trading companies, in addition to misrepresenting items that the company classified as inputs, so as to avail itself of PIS and COFINS credits. The company filed its defense and the case is currently with the Administrative Council of Tax Appeals.

Labor contingencies

As of March 31, 2016, the Company and its subsidiaries were parties to 1,482 (1,406 of labor claims as of December 31, 2015). The amount of these claims classified as a possible loss is R\$47,092 (R\$48,888 as of December 31, 2015), and as a probable loss, R\$52,626 (R\$46,459 as of December 31, 2015), in the opinion of the lawyers defending the Company's interests.

The Company makes provisions using the average outcome of such proceedings in the past comparing the amounts claimed by plaintiffs and the amounts actually paid out by the Company to estimate probable future disbursements. An (individual and consolidated) provision of R\$11,307 (R\$11,717 as of December 31, 2015) has therefore been set up, corresponding to the probable expected cash outlay for the total cases assessed by legal counsel. Court deposits amounting to R\$14,266 (R\$13,819 as of December 31, 2015) are also held, registered as non-current assets of the parent company and R\$16,678 (R\$15,908 as of December 31, 2015) registered in the consolidated non-current assets.

The labor contingencies to which we are a party were typically filed by former employees after their dismissal, and normally claim overtime. Furthermore, we are a party to certain class actions questioning working hours, as well as the outsourcing of activities by our customers.

VIX Logística S.A. and Vix Logística S.A and subsidiaries

**Management's explanatory notes to the
individual and consolidated interim financial information as of March 31, 2016
In thousands of Reais, unless stated otherwise**

Civil contingencies

As of March 31, 2016, the Company and its subsidiaries were parties to 177 civil actions, (172, as of December 31, 2015) in 93 of which (81 as of December 31, 2015) the Company is the defendant, and in 84 (81 in 2015) it is the plaintiff.

Of the cases in which the company appears as defendant, R\$15,056 (R\$13,968 as of December 31, 2015) is classified as a possible loss and R\$208 (R\$227 as of December 31, 2015) as probable, according to the lawyers handling the proceedings. A provision has been set up for this amount.

The civil contingencies do not involve relevant amounts and deal primarily with indemnification for traffic accidents.

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

18 Shareholders' equity

18.1 Capital stock

Capital stock, fully subscribed and paid up as of March 31, 2016, amounted to R\$332,000, represented by 84,705,666 registered common shares of no par value. The authorized capital is made up of 750,000,000 common shares of no par value.

Shareholders	March 31, 2016	
	Number of Common Shares	Interest (%)
Águia Branca FIP	69,056,132	81.52
International Finance Corporation (IFC)	9,011,241	10.64
Águia Branca Participações S.A.	3,634,540	4.29
IFC ALAC Brasil FIP	3,003,747	3.55
Kaumer Chieppe	6	<0.01
Total	84,705,666	100

18.2 Capital reserves

Capital reserves consist of the goodwill on capital raised in 2009.

18.3 Profit reserve

In accordance with its by-laws, the Company holds an earnings reserve for the purpose of ensuring resources to finance additional fixed capital investments and working capital. The reserve is created from the balance remaining of net income for the period after legal and statutory deductions; it may not exceed the amount of capital stock.

18.5 Adjustment to equity valuation

This refers principally to revaluations of the Company's property, plant and equipment. In compliance with the provisions of the law, a provision was created for deferred income and social contribution taxes on the total balance of the revaluation reserve, which is registered in non-current liabilities.

18.6 Distribution of dividends

On March 31, 2016, R\$3,368 were paid out by way of the additional dividends proposed in 2015, while in the same period of 2015 no dividends were distributed.

	March 31, 2016	March 31, 2015
Águia Branca Participações S.A.	2.890	
IFC Alac Brasil	120	
International Finance Corp. - IFC	358	
	<u>3.368</u>	<u>-</u>

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

19 Income and social contribution taxes

19.1 Current balances

These are set up according to the rates in force, on the basis of adjusted income (real income) or revenues from the supply of services (deemed income) for tax purposes:

Reconciliation of income and social contribution tax provisions:

	Parent Company		Consolidated	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Profit before income and social contribution taxes	22.481	33.006	23.317	36.209
Combined nominal rate - %	34	34	34	34
Income and social contribution taxes at legal tax rates	(7.644)	(11.222)	(7.928)	(12.311)
Adjustment for calculation of effective tax rate				
(+) Additions - permanent items				
Fines				
Other non-deductible costs and expenses	44	(467)	(15)	(144)
(-) Deductions – permanent items				
Equity pick-up	(8)	2.348		
Tax loss for the period			4	63
Other			(27)	
Effects of tax calculation on deemed profit in subsidiaries			(478)	(152)
(=) IR and CSLL payable on earnings	(7.608)	(9.341)	(8.444)	(12.544)
Current	(5.443)	0	(6.880)	(2.119)
Deferred	(2.165)	(9.341)	(1.564)	(10.425)
Effective tax rate	34%	28%	36%	35%

19.2 Deferred balances

Assets

Deferred income and social contribution taxes totaling R\$7,703 (R\$4,688 as of December 31, 2015) and R\$14,060 (R\$9,212 as of December 31, 2015) at the parent company and in the consolidated balance sheet, respectively, refer primarily to the provision made for temporary differences. The consolidated figures show a provision for tax losses at the subsidiaries, Vix Transportes Dedicados and

VIX Logística S.A. and Vix Logística S.A and subsidiaries

**Management's explanatory notes to the
individual and consolidated interim financial information as of March 31, 2016
In thousands of *Reais*, unless stated otherwise**

Autoport Transportes e Logística, the amounts of which are reviewed at each balance sheet date and reduced, when applicable, to the extent of the probability of there being sufficient future taxable earnings to realize them.

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016
In thousands of Reais, unless stated otherwise

Parent Company	Provision for contingencies	ICMS credits incorporated into property, plant and equipment	Tax with enforcement suspended	Swap Provision	Provision for income tax on remittances overseas	Impairment of intangible assets	Tax loss	Total
Balances as of January 1, 2015	4.639		73	(4.417)	972		1.633	2.900
Establishment of IRPJ and CSLL			4	4.417				4.421
Use of IRPJ and CSLL	(37)				(963)		(1.633)	(2.633)
Balances as of December 31, 2015	4.602		77	-		-	-	4.688
Establishment of IRPJ and CSLL		1.580	1	1.342	23	272		3.218
Use of IRPJ and CSLL	(203)							(203)
Balances as of March 31, 2016	4.399	1.580	78	1.342	23	272	-	7.703
Consolidated								
Balances as of January 1, 2015	4.639		73	(4.417)	972		11.698	12.965
Establishment of IRPJ and CSLL			4	4.417				4.421
Use of IRPJ and CSLL	(37)				(963)		(7.174)	(8.174)
Balances as of December 31, 2015	4.602		77	-	9	-	4.524	9.212
Establishment of IRPJ and CSLL		1.580	1	1.342	23	272	1.833	5.051
Use of IRPJ and CSLL	(203)							(203)
Balances as of March 31, 2016	4.399	1.580	78	1.342	32	272	6.357	14.060

Liabilities

Deferred income and social contribution tax liabilities, totaling R\$72,244 (R\$67,068 as of December 31, 2015) and R\$90,790 (R\$84,382 as of December 31, 2015), at the parent company and on the consolidated balance sheet, respectively, refer to the revaluation reserve and differences originating in adjustments under Law No. 11.638, relating principally to the review of the useful economic life of fixed assets - vehicles and equipment (the aggregate effect as of December 31, 2007, was registered as an

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016
In thousands of Reais, unless stated otherwise

adjustment to shareholders' equity), as shown below:

Parent Company	Revision of useful life of property, plant and equipment	ICMS credits incorporated into property, plant and equipment	Revaluation reserve	Currency variation	Swap provision	Leasing	Impairment of intangible assets	Adjustment of appeal bonds	Total
Balances as of January 1, 2015	49.279	(2.277)	4.561			2.097	(272)	543	53.931
Establishment of IRPJ and CSLL	11.275	686			15.321	517		184	27.983
Use of IRPJ and CSLL			(21)		(14.825)				(14.846)
Balances as of December 31, 2015	60.554	(1.591)	4.540		496	2.614	(272)	727	67.068
Establishment of IRPJ and CSLL	2.199	1.591		1.427		142	272	45	5.676
Use of IRPJ and CSLL			(4) *		(496)				(500)
Balances as of March 31, 2016	62.753	-	4.536	1.427	-	2.756	-	772	72.244
Consolidated									
Balances as of January 1, 2015	61.654	(2.277)	4.561			2.097	(272)	591	66.354
Establishment of IRPJ and CSLL	16.138	686			15.321	526			32.671
Use of IRPJ and CSLL			(21) *		(14.825)			203	(14.643)
Balances as of December 31, 2015	77.792	(1.591)	4.540		496	2.623	(272)	794	84.382

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

Establishment of IRPJ and CSLL	3.413	1.591		1.427		142	272	63	6.908
Use of IRPJ and CSLL			(4) *		(496)				(500)
Balances as of March 31, 2016	<u>81.205</u>	<u>-</u>	<u>4.536</u>	<u>1.427</u>	<u>-</u>	<u>2.765</u>	<u>-</u>	<u>857</u>	<u>90.790</u>

*Amounts not affecting earnings for the period.

VIX Logística S.A. and Vix Logística S.A and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

Presentation by the net amount on the balance sheet

	Parent Company		Consolidated	
	December 31, 2015	March 31, 2016	December 31, 2015	December 31, 2015
Asset balance (-)	7.703	4.688	14.060	9.212
Liabilities balance (+)	72.244	67.068	90.790	84.382
	<u>64.541</u>	<u>62.380</u>	<u>76.730</u>	<u>75.170</u>

Effect on earnings for the period

	Parent Company		Consolidated	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Assets - increase (decrease) in balance of deferred taxes	3.015	4.827	4.848	4.829
Liabilities - increase in balance of deferred taxes (*)	(5.180)	(14.168)	(6.412)	(15.254)
	<u>(2.165)</u>	<u>(9.341)</u>	<u>(1.564)</u>	<u>(10.425)</u>

(*) Ignoring tax on the revaluation reserve, which is recorded directly in shareholders' equity

20 Insurance coverage (Unaudited)

The Company and its subsidiaries hold insurance with amounts of coverage and indemnity limits considered by Management to be sufficient to cover the principal risks on their assets.

The insurance market assumes primary responsibility for operations carried out by the parent company and its subsidiaries against any damage caused to third parties as a result of its activities, as well as the principal risks of damage to property, protecting the assets against significant and/or unforeseen disbursements.

Considering the financial cost of arranging insurance for the entire fleet of vehicles, the Company manages these risks in order to minimize the frequency and severity of losses.

In addition, the Company has specific optional civil liability (RCF) for vehicles and RCO for transportation of passengers by road.

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

As of March 31, 2016, the Company had the following principal insurance policies contracted with third parties:

Assets insured	Risks covered	Amount of coverage
Property	Fire, lighting, explosion, electrical damage, gales, hurricanes, hail, robbery, theft.	3.800
Property and stocks	Basic cover, electrical damage and location of risk	80.000
Finished products	Road transport of freight (RCTR-C and RCF-DC)	3.420
Goods and merchandise	Road transport of freight (RCTR-C and RCF-DC)	3.420
Finished products	International road transport (RCTR-C, RCTR-VI and RCF-DC)	US\$ 1.050
Goods and merchandise	International road transport (RCTR-C, RCTR-VI and RCF-DC)	US\$ 1.050
Life insurance	Death. Accidental death or disability, functional disability due to illness.	24 x salary of the insured
D&O Directors and Officers	Civil responsibility of Managers	15.000

21 Revenues from sales and services

	Parent Company		Consolidated	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Revenues from sales and services supplied	204.498	244.116	294.285	321.328
Taxes and/or deductions				
ICMS	(2.515)	(2.894)	(6.568)	(7.367)
ISS (Service Tax)	(3.742)	(4.850)	(4.761)	(5.476)
PIS	(2.734)	(3.352)	(4.021)	(4.447)
COFINS	(12.596)	(15.440)	(18.522)	(20.485)
Social Security Contributions (INSS)			(488)	(752)
Sales canceled			(31)	
	(21.587)	(26.536)	(34.391)	(38.527)
Net operating revenues	182.911	217.580	259.894	282.801

21.1 Revenues from sales and services supplied

Revenues from sales and services provided are broken down as follows, by the type of services:

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016
In thousands of *Reais*, unless stated otherwise

	Parent Company		Consolidated	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Type of services				
Fleet Service	69.122	90.502	69.122	90.502
Dedicated logistics	72.793	94.037	104.208	114.347
Automotive logistics	9.494	12.696	67.323	69.437
Chartering	39.135	31.924	39.135	31.924
Fleet renewal	13.954	14.957	14.497	15.118
	<u>204.498</u>	<u>244.116</u>	<u>294.285</u>	<u>321.328</u>

The Company's business is to provide services and logistical solutions to meet the needs of its clients.

These needs are allocated according to the nature of the services, as mentioned earlier. Company assets are used in an integrated manner, and their earnings are interconnected and interdependent. The Company Management bases its decision-making on logistical solutions that meet the requirements of its clients, which are considered as a single segment.

These revenues arise from the sale of property, plant and equipment during renovation of the fleet, which is a permanent item. As these revenues influence the pricing of service agreements, they are classified as part of net operating revenues.

In the quarters ended March 31, 2016 and 2015, the Company had two customers that, individually, accounted for more than 15% of its revenues.

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016
In thousands of Reais, unless stated otherwise

22 Cost of services supplied and expenses by type

Made up of:

Cost of services provided	Parent Company		Consolidated	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Labor and charges	(72.315)	(95.844)	(95.192)	(106.232)
Inputs	(17.842)	(21.956)	(25.065)	(26.430)
Depreciation	(20.394)	(20.709)	(25.429)	(25.143)
Leasing of property and equipment	(1.690)	(2.932)	(2.424)	(2.932)
Third party services	(5.533)	(5.103)	(8.661)	(7.138)
Freight costs	(2.907)	(5.858)	(35.230)	(36.980)
Fleet renewal	(10.782)	(12.335)	(11.233)	(12.484)
Other costs (i)	(7.674)	(6.441)	(10.713)	(8.155)
	<u>(139.137)</u>	<u>(171.178)</u>	<u>(213.947)</u>	<u>(225.494)</u>
Administrative, selling and general expenses	Parent Company		Consolidated	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Labor and charges	(9.082)	(8.484)	(10.438)	(8.613)
Third party services	(1.912)	(3.614)	(1.919)	(3.620)
Depreciation	(422)	(351)	(436)	(368)
Taxes, charges and other contributions	(1.308)	(1.365)	(1.695)	(1.516)
Other expenses (ii)	(1.144)	(2.992)	(1.253)	(3.077)
	<u>(13.868)</u>	<u>(16.806)</u>	<u>(15.741)</u>	<u>(17.194)</u>

(i) These amounts refer to other general company expenses, such as: insurance, vehicle tax (IPVA), licensing, telephone, water, electricity, canteen, travel costs, maintenance, fleet tracking, etc.

(ii) These amounts refer to other general company expenses, such as: telephone, water, electricity, canteen, office material, etc.

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the
individual and consolidated interim financial information as of March 31, 2016
In thousands of *Reais*, unless stated otherwise

23 Financial revenues and expenses

Made up of:

	Parent Company		Consolidated	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Financial expenses				
Interest on loans and financing	(13.610)	(9.877)	(15.443)	(10.937)
Negative currency variations	(1.661)	(20.224)	(1.661)	(20.224)
Other interest payable	(153)	(352)	(161)	(383)
Swap operations	(6.800)	(1.164)	(6.800)	(1.164)
Other financial expenses	(659)	(212)	(1.154)	(516)
	<u>(22.883)</u>	<u>(31.829)</u>	<u>(25.219)</u>	<u>(33.224)</u>
Financial revenues				
Positive currency variations	5.858	741	5.858	758
Revenues from financial investments	7.316	7.358	9.898	8.080
Discounts and interest received	699	481	720	484
Swap operations	1.380	19.709	1.380	19.709
Other financial revenues	156	5	211	249
	<u>15.409</u>	<u>28.294</u>	<u>18.067</u>	<u>29.280</u>
Net financial income	<u>(7.474)</u>	<u>(3.535)</u>	<u>(7.152)</u>	<u>(3.944)</u>

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016
In thousands of Reais, unless stated otherwise

24 Risk management and revaluation of financial instruments

24.1 Considerations on risk

24.1.1 Credit risks

The Company's operations include the supply of logistical services, represented mainly by transport of cargo and passengers, the latter in charter mode, covered by specific agreements that contain certain conditions and periods, the majority of them indexed to inflation indices for periods exceeding one year. The Company has specific procedures for selecting and analyzing its portfolio of customers, so as to avoid losses through default.

The credit risk arising from checking accounts, financial investments, derivatives transactions and court deposits is reduced by dealing only with prime financial institutions.

24.1.2 Interest rate and currency risk

Loans under the FINAME scheme are subject to post-fixed interest rates, adjusted according to the TJLP and SELIC. In both cases, pre-fixed rates (spreads) are added to these indexers. Loans under the working capital and "loans for investments" scheme bear post-fixed interest rates tied to the variance of the CDI. In the case of 4.131 loans, these are linked to foreign currency and therefore subject to exchange fluctuations, the currency variation risk on these loans being mitigated by contracting swap operations with the financial institutions that granted the loans, with a definitive adjustment index depending on the variation in the CDI rate plus a fixed interest margin, as mentioned in note 14. Gains and losses arising from these transactions are booked under "Financial expenses."

Balances held with related parties are not subject to financial charges.

	<u>Parent Company</u>		<u>Consolidated</u>	
	<u>March 31, 2016</u>	<u>December 31, 2015</u>	<u>March 31, 2016</u>	<u>December 31, 2015</u>
TJLP	20.974	27.704	26.086	35.115
SELIC rate	288.223	294.528	313.047	319.410
US Dollar	43.239	46.999	43.239	46.999
	<u>352.436</u>	<u>369.231</u>	<u>382.372</u>	<u>401.524</u>

Loans obtained from FINAME under the PSI scheme are linked to the TJLP and, in some cases, to the Selic. In both cases, pre-fixed rates (spreads) are added to these indexers.

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

	<u>Parent Company</u>		<u>Consolidated</u>	
	<u>March 31, 2016</u>	<u>December 31, 2015</u>	<u>March 31, 2016</u>	<u>December 31, 2015</u>
Post-fixed Loans	352.436	369.231	382.372	401.524
Pre-fixed Loans	118.103	131.249	194.517	212.888
	<u>470.539</u>	<u>500.480</u>	<u>576.889</u>	<u>614.412</u>

Loans obtained from FINAME under the PSI scheme are linked to the TJLP and, in some cases, to the Selic. In both cases, pre-fixed rates (spreads) are added to these indexers.

	<u>Parent Company</u>		<u>Consolidated</u>	
	<u>March 31, 2016</u>	<u>December 31, 2015</u>	<u>March 31, 2016</u>	<u>December 31, 2015</u>
Selic / CDI -linked loans	288.222	295.116	313.046	319.998
Foreign currency loans + swaps	47.189	45.529	47.189	45.529
Total Debt in CDI (a)	<u>335.411</u>	<u>340.645</u> #	<u>360.235</u>	<u>365.527</u>
Money market Investments (b)	200.250	221.278	286.691	297.065
Balance in CDI (a - b)	<u>135.161</u>	<u>119.367</u>	<u>73.544</u>	<u>68.462</u>

The risk of variance in the Selic and CDI rates are partially mitigated by money market investments of cash.

24.1.3 Liquidity risk

The risk management policy involves maintaining a safe level of cash and cash equivalents and immediate access to funds. The Company and its subsidiaries thus hold funds on checking accounts available for immediate use.

The following table shows maturities of financial liabilities and amounts owing to suppliers by the Company and its subsidiaries shown in the interim financial information (undiscounted cash flows contracted):

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016
In thousands of *Reais*, unless stated otherwise

Parent Company	<u>Less than 1 year</u>	<u>Between 1 and 3 years</u>	<u>Between 3 and 5 years</u>	<u>More than 5 years</u>
As of March 31, 2016				
Loans and financing	368.487	303.872	98.691	6.856
Suppliers	22.944			
Accounts payable	2.688			
As of December 31, 2015				
Loans and financing	368.487	303.872	98.691	6.856
Suppliers	7.451			
Accounts payable	2.816			
Consolidated	<u>Less than 1 year</u>	<u>Between 1 and 3 years</u>	<u>Between 3 and 5 years</u>	<u>More than 5 years</u>
As of March 31, 2016				
Loans and financing	440.415	364.633	234.465	10.567
Suppliers	26.547			
Accounts payable	5.784			
As of December 31, 2015				
Loans and financing	440.415	364.633	234.465	10.567
Suppliers	10.438			
Accounts payable	6.370			

24.1.4 Capital management

The Company's objective in managing its capital is to safeguard its future ability to offer a return to shareholders and benefits to other stakeholders, as well as to maintain a capital structure that will reduce these costs.

In order to maintain or adjust the Group's capital structure, management may determine (or may propose, in cases where shareholders' approval is required) a review of the dividend policy, the return of capital to shareholders or the issue of new shares or the sale of assets, for example, to reduce the level of debt.

Like other companies in the sector, the Company monitors its capital on the basis of the financial leverage ratio. This ratio is net debt expressed as a percentage of total capital. Net debt, in turn, corresponds to total loans (including both short and long-term loans, as shown in the consolidated balance sheet), less cash and cash equivalents. Total capital is made up of the sum of shareholders' equity, as shown in the consolidated balance sheet, and net debt.

Parent Company

Consolidated

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016
In thousands of Reais, unless stated otherwise

	March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
Total loans and financing (note 14)	470.539	500.480	576.889	614.412
Less: Cash and cash equivalents (note 5)	<u>201.779</u>	<u>222.907</u>	<u>289.771</u>	<u>300.186</u>
Net debt	268.760	277.573	287.118	314.226
Total shareholders' equity	<u>542.938</u>	<u>531.204</u>	<u>542.938</u>	<u>531.204</u>
Total capital	<u>811.698</u>	<u>808.777</u>	<u>830.056</u>	<u>845.430</u>
Financial leverage ratio - %	<u>33%</u>	<u>34%</u>	<u>35%</u>	<u>37%</u>

24.1.5 Concentration of customers

Certain subsidiaries were set up for the specific purpose of serving a single customer. The operating financial flows of these subsidiaries and, indirectly, of the Company, depend on these customers paying on time. The Company seeks to have as customers companies that are prominent in their sectors, with known credibility and financial capacity. In addition, Management uses common market practices for analyzing the creditworthiness of customers, before entering into agreements with them and from time to time during the life of the agreement.

24.1.6 Credit quality of financial assets

The credit quality of the financial assets that are not overdue or subject to provision for impairment can be assessed by reference to external credit classifications (if any) or to past experience on the default ratios of the counterparties. In the case of the credit quality of counterparties that are financial institutions, as in the case of cash and financial investments, the Company considers the lowest rating of the counterparty published by the three main international rating agencies (S&P, Fitch and Moody's).

We give below a table with the rating assessment of the financial institutions with which we have checking accounts, bank deposits or receivables:

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016
In thousands of Reais, unless stated otherwise

Banks	Rating (*)	Parent Company		Consolidated	
		March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
Banco do Brasil	AAA	701	1.793	1.013	2.268
Bradesco	AAA	200.551	599	287.671	2.159
Santander	AAA	5	8	56	114
CEF	AAA	114	34	137	57
HSBC	BB+	3	12	396	311
BANESTES	A +	3	13	3	13
ALFA	AA	6	32	16	79
Safra	AAA	9	46	9	46
Votorantim	AA+	6	49	6	49
Itaú	AAA	47	62	47	62
Citibank	AAA				
BTG Pactual	A-		219.909		294.591
		<u>201.445</u>	<u>222.557</u>	<u>289.354</u>	<u>299.749</u>

(*) According to the rating agencies Standard&Poors, Fitch Ratings, Moodys LFR Rating (State Bank).

24.2 Appreciation of financial instruments

The estimated realization value of the Company's financial assets and liabilities was determined from information available in the market and appropriate valuation methods, as determined by Management. Considerable judgment was, however, required in interpreting the market data to produce the most reliable estimate of realization value. As a consequence, the following estimates do not necessarily indicate the amounts that could be realized in the current exchange market. The use of different market methodologies could have a material effect on estimated realization values.

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016
In thousands of *Reais*, unless stated otherwise

The financial instruments, and the criteria used for valuing them, are described below:

Cash and cash equivalents

In the case of balances held in checking account with prime banks, the market values and book balances are identical. The market value of financial investments was calculated on the basis of market quotations for these securities as of the base date of the balance sheet. The rates agreed reflect normal market conditions.

Related parties receivable/payable

Shown at book value, since there are no similar instruments in the market.

Debentures

Debentures are recorded in accordance with the characteristics described in note 14.4.

Loans and financing

Market value for loans and financing approximates to book values, which are updated according to the terms of the agreements.

24.3 Classification of financial instruments

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016
In thousands of Reais, unless stated otherwise

Parent Company	March 31, 2016			December 31, 2015		
	Assets and liabilities at fair value through income	Loans and receivables	Other financial liabilities	Assets and liabilities at fair value through income	Loans and receivables	Other financial liabilities
Assets according to the balance sheet				Assets according to the balance sheet		
Cash and cash equivalents		201.779		Cash and cash equivalents	222.907	
Trade accounts receivable, net		113.699		Trade accounts receivable, net	99.834	
Court deposits		14.266		Court deposits	13.819	
Related party credits		7.863		Related party credits	7.578	
Derivatives transactions				Derivatives transactions	1.548	
Other short and long-term credits		11.224		Other short and long-term credits	8.973	
Financial liabilities				Financial liabilities		
Loans and financing			470.539	Loans and financing		500.480
Suppliers			22.944	Suppliers		7.451
Derivatives transactions				Derivatives transactions	78	
Other accounts payable			4.948	Other accounts payable		1.412

Consolidated

VIX Logística S.A. and Vix Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

Assets according to the balance sheet

Cash and cash equivalents	289.771
Trade accounts receivable, net	156.665
Court deposits	16.678
Related party credits	7.141
Derivatives transactions	
Other short and long-term credits	15.718

Financial liabilities

Loans and financing		576.889
Suppliers		26.547
Derivatives transactions	3.950	
Other accounts payable		8.118

Assets according to the balance sheet

Cash and cash equivalents		300.186
Trade accounts receivable, net		158.491
Court deposits		15.908
Related party credits		6.758
Derivatives transactions	1.548	
Other short and long-term credits		13.154

Financial liabilities

Loans and financing			614.412
Suppliers		78	10.438
Derivatives transactions			
Other accounts payable			4.652

VIX Logística S.A. and VIX Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016
In thousands of Reais, unless stated otherwise

24.4 Derivative financial instruments

	Parent Company and Consolidated			
	March 31, 2016		December 31, 2015	
	Assets	Liabilities	Assets	Liabilities
<i>Interest rate Swaps</i>		2.039		78
Less non-current portion				
<i>Interest rate Swaps</i>		1.911	1.548	

Derivatives for trading are classified as current assets or liabilities. The total fair value of a hedging derivative is classified as a non-current asset or liability, if the period to maturity of the item protected by the hedge is more than 12 months. If the period to maturity is less than 12 months, it is classified as a current asset or liability.

The swap operations registered by the Company and its subsidiaries were arranged at the same time as the foreign currency loan transactions and cover equivalent periods, rates and amounts, so as to eliminate the currency risk and fix the interest rates in line with Interbank Certificate of Deposit (CDI) rates, plus an agreed spread.

As of March 31, 2016, the Company's (parent company's) gross debt in US Dollars was US\$12,036 (R\$43,239) and the loss from derivatives operations amounted to R\$3,950. There are no foreign currency transactions in the name of the subsidiaries.

Starting date	Due date	Rate (%)	Amount contracted	Bank balance as of March 31 2016	Customer balance as of March 31 2016	Income from derivatives
December 2, 2015	December 3, 2018	CDI + 2.20	R\$45,000	43,239	47,189	R\$3,950

Interest rate swap

The notional values of interest rate swap contracts outstanding as of March 31, 2016, was R\$3,950 (R\$1,470 as of December 31, 2015).

VIX Logística S.A. and VIX Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

24.5 Analysis of sensitivity to variations in CDI rate

Sixty per cent of the Company's loans and financing are exposed to variations in the CDI (considering the exchange of foreign currency debts for the CDI variation under traditional swap operations), 6% in TJLP and 34% in fixed interest. As of March 31, 2016, the Company's total debt, including loans for purchase of assets under the FINAME scheme, amounted to R\$470,539 (R\$576,889 in the consolidated accounts), at an average annual rate of 12.17%.

The Company management estimates the following effects when applying sensitivity tests to scenarios increasing by intervals of 25% and 50% above the level of the SELIC and US dollar, taking as a reference, in the likely scenario, the average for the period shown in the Focus Bulletin of April 7, 2016. The CDI rate is forecast to mirror the SELIC curve, with the TJLP maintaining a variance between 25% and 50%.

	<u>Parent Company</u>	<u>Consolidated</u>
Total debt amount	470.539	576.889
Estimated probable rate - %	12,91%	12,11%
Probable financial expenses (p.a.)	60.747	69.861
Estimated rate supposing a deterioration of 25% in the scenario - %	17,75%	16,45%
Financial expenses recalculated	83.521	94.898
Increase in expenses	22.774	25.037
Estimated rate supposing a deterioration of 50% in the scenario - %	22,59%	20,62%
Financial expenses recalculated	106.295	118.955
Increase in expenses	45.548	49.093

VIX Logística S.A. and VIX Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

The Company has a debt in US Dollars (under Central Bank Resolution 4.131) contracted with Banco Itaú S.A., maturing on December 3, 2018, contracted on December 2, 2015, at a price of R\$3.75/US\$, giving a notional value of US\$12,000. On the same date it entered into a swap for the same period at the interbank rate (CDI) plus a margin of 2.20% p.a.

Management estimates (on the basis of Focus Bulletin of April 7, 2016) that the probable US Dollar rate for next year will be R\$4.04/US\$. Scenario II is the Dollar at R\$4.44/US\$(a 25% change) and scenario III is the Dollar at R\$4.85./US\$(a 50% change). Under the most probable scenario the Company will have negative revenues from the swap of R\$1,101. Under the other two scenarios, the swap will produce negative revenues of R\$4,333 and R\$8,667 respectively.

<u>Equity balances</u>									
<u>March 31, 2016</u>		<u>December 31, 2015</u>		<u>March 31, 2016</u>	<u>December 31, 2015</u>	<u>Scenarios</u>			
<u>Assets</u>	<u>Liabilities</u>	<u>Assets</u>	<u>Liabilities</u>	<u>Notional</u>	<u>Notional</u>	<u>Risk</u>	<u>Probable</u>	<u>25%</u>	<u>25%</u>
Interest rate swaps - cash flow hedge	3,950	1,548	78	12,000	12,000		1,101	4,333	8,667

24.6 Estimation of fair value

It is assumed that the book balances of trade accounts receivable and payable, less impairment in the case of accounts receivable, are close to their fair values. The fair value of financial liabilities, for disclosure purposes, is estimated by discounting future contractual cash flows at the interest rate ruling in the market which is available to the Group for similar financial instruments.

The Company applies CPC 40/IFRS7 to financial instruments measured at fair value in the balance sheet: this requires us to disclose measurements of fair value according to the following hierarchical levels:

- Quoted prices (unadjusted) in active markets for identical assets and liabilities (level 1).
- Information other than quoted prices, included in level 1, which are adopted by the market for the asset or liability, whether directly (i.e. as prices) or indirectly (i.e. derivatives of prices) (level 2).
- Inputs for the asset or liability that are not based on data adopted by the market (i.e. non-observable inputs) (level 3).

The table below shows Company liabilities and assets measured at fair value as of March 31:

VIX Logística S.A. and VIX Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

	March 31, 2016			
	Level 1	Level 2	Level 3	Total balance
Liabilities				
Financial liabilities at fair value through income				
Derivatives used for hedging		3.950		3.950
Total liabilities	-	3.950	-	3.950
	December 31, 2015			
	Level 1	Level 2	Level 3	Total balance
Assets				
Financial assets at fair value through income				
Derivatives used for hedging		1.548		1.548
Total assets	-	1.548	-	1.548
Liabilities				
Financial liabilities at fair value through income				
Derivatives used for hedging		78		78
Total liabilities	-	78	-	78

25 Basic and diluted earnings per share

	March 31, 2016	March 31, 2015
Net income for the year	14.873	23.665
Weighted average number of common shares in circulation	84.706	84.706
Earnings per share - basic and diluted (in Reais)	0,17558	0,27938
	0,17558	0,27938

The company has no potential shares, i.e. no instruments or agreements exist that might result in the issue of shares, and so diluted earnings per share have not been shown.

26 Other information on cash flows

In the cash flow statement, the income from sales of property, plant and equipment and assets available for sale consists of:

VIX Logística S.A. and VIX Logística S.A. and subsidiaries

Management's explanatory notes to the individual and consolidated interim financial information as of March 31, 2016 In thousands of Reais, unless stated otherwise

	Parent Company		Consolidated	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Sale of property, plant and equipment				
Net book value	118	224	548	331
Loss on disposal of property, plant and equipment	(37)	(38)	(25)	(121)
Amounts received from disposal of property, plant and equipment	81	186	523	210

	Parent Company		Consolidated	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Sale of goods available for sale				
Net book value	10.701	12.177	10.745	12.307
Profit from disposal	3.172	2.594	3.229	2.601
Amounts received from disposal	13.873	14.771	13.974	14.908

Non-monetary transactions

The principal non-monetary transaction is the acquisition of the fleet by financing. In the period ended March 31, 2016 we had no non-monetary transactions, R\$1,661, on March 31, 2015 in the parent company, and a consolidated total of R\$10,539 as of March 31, 2015.

27 Employee benefits

The group has a defined-contribution supplementary pension plan provided by a Supplementary Private Pension Entity. Contributions are fixed as a percentage of the employee's salary. The funds are managed by the Supplementary Private Pension Entity, which places them in investment funds.

Contributions are recognized as employee benefits expenses.

The amounts shown in the balance sheet were calculated as follows:

	Parent Company		Consolidated	
	March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
Expenses recognized in the income statement for:				
Pension plan benefits	269	352	296	368

* * *