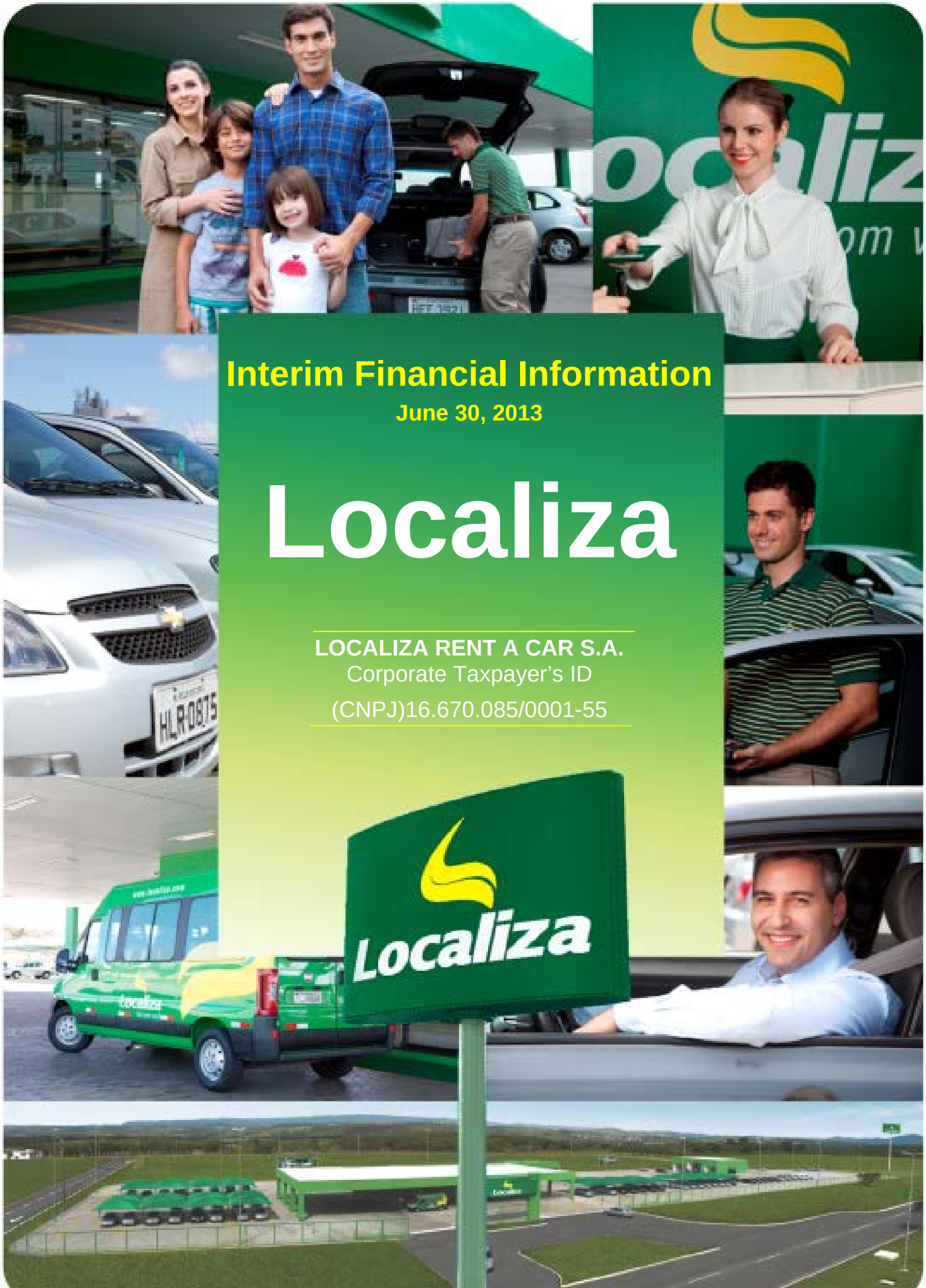


Interim Financial Information

June 30, 2013

Localiza

LOCALIZA RENT A CAR S.A.
Corporate Taxpayer's ID
(CNPJ)16.670.085/0001-55

(A free translation of the original in Portuguese)

Localiza Rent a Car S.A.

Interim financial information (ITR) at June 30, 2013 and report on review of interim financial information

(A free translation of the original in Portuguese)

Report on review of interim financial information

To the Board of Directors and Shareholders
Localiza Rent a Car S.A.

Introduction

We have reviewed the accompanying parent company and consolidated interim accounting information of Localiza Rent a Car S.A., included in the Quarterly Information Form (ITR) for the quarter ended June 30, 2013, comprising the balance sheet as at that date and the statements of income for the quarter and six-month period then ended, and the statements of changes in equity and cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of the parent company interim financial information in accordance with the accounting standard CPC 21, Interim Financial Reporting, of the Brazilian Accounting Pronouncements Committee (CPC), and of the consolidated interim accounting information in accordance with CPC 21 and the 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 financial information based on our review.

Scope of 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 financial 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.

PricewaterhouseCoopers, Rua dos Inconfidentes 1190, 9º, Belo Horizonte, MG, Brasil 30140-120, Caixa Postal 289
T: (31) 3269-1500, F: (31) 3261-6950, www.pwc.com/br

Localiza Rent a Car S.A.

Conclusion on the parent company interim information

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

Conclusion on the consolidated interim information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated interim financial 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.

Other matters

Statements of value added

We have also reviewed the parent company and consolidated statements of value added for the six-month period ended June 30, 2013. These statements are the responsibility of the Company's management, and are required to be presented in accordance with standards issued by the CVM applicable to the preparation of Quarterly Information (ITR) and are considered supplementary information under IFRS, which do not require the presentation of the 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.

Belo Horizonte, August 1, 2013

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

Guilherme Campos e Silva
Contador CRC 1SP218254/O-1 "S" MG

(A free translation of the original in Portuguese)

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(A free translation of the original in Portuguese)

1. General Information

Corporate name	LOCALIZA RENT A CAR SA
Date of adoption of the corporate name	10/2/1995
Type	Publicly-held corporation
Previous corporate name	LOCALIZA RENT A CAR LTDA.
Date of establishment	9/28/1973
Federal Corporate Taxpayers' Registration Number (CNPJ)	16.670.085/0001-55
Brazilian Securities Commission (CVM) code	1973-9
CVM registration date	5/6/2005
CVM registration status	Active
Date of effectiveness of status	5/6/2005
Home country	Brazil
Country in which the securities are held in custody	Brazil

Other countries in which the securities can be traded

Country	Date of admission

Activity sector	Transportation and Logistics Services
Description of activities	Car and fleet rental
Issuer category	Category A
Date of registration in the current category	1/1/2010
Issuer status	Operating phase
Date of effectiveness of status	5/6/2005
Type of ownership control	Private
Date of last change in ownership control	5/22/2013
Date of last change of the fiscal year	
Month/day of the end of the fiscal year	12/31
Issuer's website on the Internet	www.localiza.com

Newspapers in which the issuer discloses its information

Name of newspapers in which the issuer discloses its information	State
Official Gazette of the State of Minas Gerais	MG
Jornal Diário do Comércio	MG
Valor Econômico	SP

2. Address

Mail address	Av Bernardo Monteiro, 1563, Funcionários, Belo Horizonte, MG, Brasil, CEP 30150-902, Telephone (31) 32477040, Fax (31) 32477755, E-mail controladoria@localiza.com
Headquarters' address	Av Bernardo Monteiro, 1563, Funcionários, Belo Horizonte, MG, Brasil, CEP 30150-902, Telephone (31) 32477040, Fax (31) 32477755, E-mail controladoria@localiza.com

3. Securities

Shares

		Trading			Listing	
Market	**Managing entity**	**Beginning**	**End**	**Trading segment**	**Beginning**	**End**
Stock exchange	BM&FBOVESPA	5/6/2005		New Market	5/23/2005	

Debentures

		Trading			Listing	
Market	**Managing entity**	**Beginning**	**End**	**Trading segment**	**Beginning**	**End**
Stock exchange	BM&FBOVESPA	7/2/2007		Traditional	7/10/2007	
Organized OTC	CETIP	5/5/2010		Traditional	5/10/2010	

Commercial notes

		Trading			Listing	
Market	**Managing entity**	**Beginning**	**End**	**Trading segment**	**Beginning**	**End**
Organized OTC	CETIP	12/29/2010		Traditional	12/29/2010	

4. Auditor

Does the Issuer have an auditor?	YES
CVM code	287-9
Type of auditor	Brazilian Firm
Name/Corporate name	PricewaterhouseCoopers Auditores Independentes
Parent company Taxpayers' Registration Number (CPF)/ Federal Corporate Taxpayers' Registration Number (CNPJ)	61.562.112/0005-54
Period of services	3/26/2012

Partner responsible	Period of services	CPF
Guilherme Campos e Silva	3/26/2012	714.114.966-04

5. Share Registrar

Does the Company have a service provider?	YES
Corporate name	Banco Bradesco S.A.
CNPJ	60.746.948/0001-12
Period of services	5/6/2005
Service address	Av. Yara, Prédio Amarelo, s/n, Cidade de Deus, São Paulo, SP, Brasil, CEP 06029-900, Telephone (31) 36849441, Fax (31) 36842094, E-mail 4010.acoes@bradesco.com.br

6. Investor Relations Officer or Equivalent

Name	Roberto Antônio Mendes Investor Relations Officer
CPF/CNPJ	137.768.946-87
Mail address	Av. Bernardo Monteiro, 1563, Funcionários, Belo Horizonte, MG, Brasil, CEP 30150-902, Telephone (31) 32477040, Fax (31) 32477755, E-mail ri@localiza.com
Date when the person assumed the position	1/3/2005
Date when the person left the position	

7. Shareholders' department

CONTACT	**Nora Mascarenhas Lanari**
Date when the person assumed the position	**11/8/2012**
Date when the person left the position	
Mail address	Av Bernardo Monteiro, 1563, Funcionários, Belo Horizonte, MG, Brasil, CEP 30150-902, Telephone (31) 32477040, Fax (31) 32477755, E-mail ri@localiza.com

(A free translation of the original in Portuguese)

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Company information / Capital structure

Number of shares (In thousands)	Current quarter 6/30/2013
Paid-up capital	
Common shares	211,793
Preferred shares	0
Total	211,793
Treasury shares	
Common shares	3,919
Preferred shares	0
Total	3,919

Company information/cash dividends

Event	Approval	Description	Initial date of payment	Type of share	Class of share	Earnings per share (Reais/share)
Annual General Meeting	4/29/2013	Dividend	6/18/2013	Common		0.02588
Board of Directors' Meeting	6/20/2013	Interest on capital	8/14/2013	Common		0.07441
Board of Directors' Meeting	12/18/2012	Interest on capital	2/8/2013	Common		0.07983
Board of Directors' Meeting	3/8/2013	Interest on capital	5/3/2013	Common		0.07336

(A free translation of the original in Portuguese)

Individual financial statements / balance sheet - assets

(In thousands of Brazilian Reais)

Code	Description	Current period 6/30/2013	Prior period 12/31/2012
1	Total assets	3,891,603	3,672,501
1.01	Current assets	1,021,520	1,080,361
1.01.01	Cash and cash equivalents	678,552	713,017
1.01.03	Accounts receivable	291,821	291,414
1.01.03.01	Trade receivables	291,821	291,414
1.01.06	Recoverable taxes	12,373	12,429
1.01.06.01	Current recoverable taxes	12,373	12,429
1.01.07	Prepaid expenses	13,613	374
1.01.08	Other current assets	25,161	63,127
1.01.08.01	Non-current assets for sale	166	26
1.01.08.03	Other	24,995	63,101
1.01.08.03.01	Dividends receivable	0	39,716
1.01.08.03.02	Other	24,995	23,385
1.02	Non-current assets	2,870,083	2,592,140
1.02.01	Long-term assets	44,520	40,342
1.02.01.06	Deferred taxes	22,923	20,204
1.02.01.06.01	Deferred income tax and social contribution	22,923	20,204
1.02.01.08	Receivables from related parties	468	405
1.02.01.08.02	Receivables from subsidiaries	468	405
1.02.01.09	Other non-current assets	21,129	19,733
1.02.01.09.03	Escrow deposits	21,046	19,650
1.02.01.09.04	Other	83	83
1.02.02	Investments	804,138	703,099
1.02.02.01	Equity investments	804,138	703,099
1.02.02.01.02	Investments in subsidiaries	804,138	703,099
1.02.03	Property and equipment	1,984,442	1,814,392
1.02.03.01	Property and equipment in service	1,957,418	1,791,705
1.02.03.02	Property and equipment leased	6,796	6,825
1.02.03.03	Property and equipment in progress	20,228	15,862
1.02.04	Intangible assets	36,983	34,307
1.02.04.01	Intangible assets	36,983	34,307
1.02.04.01.02	Software	36,983	34,307

(A free translation of the original in Portuguese)

Individual financial statements / balance sheet - liabilities and equity

(In thousands of Brazilian Reais)

Code	Description	Current period 6/30/2013	Prior period 12/31/2012
2	Total liabilities and equity	3,891,603	3,672,501
2.01	Current liabilities	704,747	579,051
2.01.01	Social and labor obligations	49,984	38,112
2.01.01.01	Social obligations	6,524	5,776
2.01.01.02	Labor obligations	43,460	32,336
2.01.02	Trade payables	398,165	304,601
2.01.02.01	Domestic trade payables	398,165	304,601
2.01.03	Tax obligations	12,479	14,049
2.01.03.01	Federal tax obligations	10,684	12,367
2.01.03.01.01	Income tax and social contribution payable	7,014	8,399
2.01.03.01.02	Other federal taxes	3,670	3,968
2.01.03.03	Municipal tax obligations	1,795	1,682
2.01.04	Loans and financing	188,729	141,238
2.01.04.01	Loans and financing	41,349	37,253
2.01.04.01.01	In local currency	40,251	36,234
2.01.04.01.02	In foreign currency	1,098	1,019
2.01.04.02	Debentures	145,463	101,305
2.01.04.03	Finance leases	1,917	2,680
2.01.05	Other obligations	55,390	81,051
2.01.05.01	Payables to related parties	7,751	8,938
2.01.05.01.02	Payables to subsidiaries	7,751	8,938
2.01.05.02	Other	47,639	72,113
2.01.05.02.01	Dividends and interest on capital payable	13,190	18,659
2.01.05.02.04	Other current liabilities	34,449	53,454
2.02	Non-current liabilities	1,724,516	1,768,697
2.02.01	Loans and financing	1,616,407	1,681,336
2.02.01.01	Loans and financing	491,800	495,178
2.02.01.01.01	In local currency	135,593	147,816
2.02.01.01.02	In foreign currency	356,207	347,362
2.02.01.02	Debentures	1,122,551	1,184,985
2.02.01.03	Finance leases	2,056	1,173
2.02.02	Other obligations	14,192	13,947
2.02.02.02	Other	14,192	13,947
2.02.02.02.03	Other non-current liabilities	14,192	13,947
2.02.03	Deferred taxes	62,963	46,826
2.02.03.01	Deferred income tax and social contribution	62,963	46,826
2.02.04	Provisions	30,864	26,487
2.02.04.01	Tax, social security, labor and civil provisions	30,864	26,487
2.02.04.01.01	Tax provisions	2,163	2,163
2.02.04.01.02	Social security and labor provisions	21,812	19,317
2.02.04.01.04	Civil provisions	6,889	5,007
2.02.06	Deferred revenues	90	101
2.02.06.02	Deferred revenues	90	101
2.03	Equity	1,462,340	1,324,753
2.03.01	Share capital	976,708	601,708
2.03.02	Capital reserves	23,432	48,067
2.03.02.01	Share premium	74,428	66,375
2.03.02.04	Options granted	13,545	14,294
2.03.02.05	Treasury shares	-64,541	-32,602
2.03.04	Revenue reserves	299,978	674,978
2.03.04.01	Legal reserve	40,293	40,293
2.03.04.02	Statutory reserve	96,484	471,484
2.03.04.10	Retention of profits	163,201	163,201
2.03.05	Retained earnings	162,222	0

(A free translation of the original in Portuguese)

Individual financial statements / statement of income

(In thousands of Brazilian Reais, unless otherwise indicated)

1 - Code	2 - Description	Current quarter 4/1/2013 to 6/30/2013	Accumulated - current period 1/1/2013 to 6/30/2013	Same quarter of prior year 4/1/2012 to 6/30/2012	Accumulated - prior period 1/1/2012 to 6/30/2012
3.01	Revenue from sale of goods and/or services	584,647	1,156,024	575,181	1,129,226
3.02	Cost of goods and/or services sold	-430,418	-852,352	-511,189	-927,423
3.03	Gross profit	154,229	303,672	63,992	201,803
3.04	Operating income/expenses	-15,266	-40,634	-44,567	-68,856
3.04.01	Sales expenses	-54,967	-107,471	-51,026	-99,538
3.04.02	General and administrative expenses	-21,387	-43,028	-25,706	-46,617
3.04.04	Other operating income	0	0	0	149
3.04.05	Other operating expenses	-64	-129	-62	0
3.04.06	Equity in results of investees	61,152	109,994	32,227	77,150
3.05	Result from operations before financial result and taxes	138,963	263,038	19,425	132,947
3.06	Financial result	-21,387	-42,789	-25,231	-59,529
3.06.01	Financial income	13,742	25,563	13,989	25,222
3.06.02	Financial expenses	-35,129	-68,352	-39,220	-84,751
3.07	Profit before taxes on income	117,576	220,249	-5,806	73,418
3.08	Income tax and social contribution	-14,132	-27,992	16,529	10,001
3.08.01	Current	-7,117	-14,574	-8,370	-15,798
3.08.02	Deferred	-7,015	-13,418	24,899	25,799
3.09	Net income from continuing operations	103,444	192,257	10,723	83,419
3.11	Net income for the period	103,444	192,257	10,723	83,419
3.99	Earnings per share - (Reais /share)				
3.99.01	Basic earnings per share				
3.99.01.01	Common shares	0.51268	0.96742	0.05408	0.42148
3.99.02	Diluted earnings per share				
3.99.02.01	Common shares	0.51092	0.96362	0.05383	0.41942

(A free translation of the original in Portuguese)

Individual financial statements / statement of comprehensive income

Justification for not completing the form:

The Company is not presenting a statement of comprehensive income because it did not have any comprehensive income in the current and prior periods.

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Individual financial statements / statement of cash flows - indirect method

(In thousands of Brazilian Reais)

Code	Description	Accumulated - current period 1/1/2013 to 6/30/2013	Accumulated - prior period 1/1/2012 to 6/30/2012
6.01	Net cash provided by operating activities	65,162	140,065
6.01.01	Cash flows provided by operating activities	708,499	703,830
6.01.01.01	Net Income for the period	192,257	83,419
6.01.01.02	Depreciation and amortization	52,858	157,547
6.01.01.03	Residual value of property and equipment disposals	548,216	559,323
6.01.01.04	Deferred income tax and social contribution	13,418	-25,799
6.01.01.05	Equity in results of investees	-109,994	-77,150
6.01.01.06	Other	11,744	6,490
6.01.02	Variation in assets and liabilities	-576,249	-453,441
6.01.02.01	Accounts receivable	-2,487	-4,145
6.01.02.02	Acquisition of cars, net of changes in balances with car makers	-669,793	-556,583
6.01.02.03	Escrow deposits	-1,396	3,072
6.01.02.04	Recoverable taxes	-4,090	-3,936
6.01.02.05	Other assets	34,320	28,860
6.01.02.06	Trade payables - other	-3,235	-20,048
6.01.02.07	Social and labor obligations	11,872	-2,742
6.01.02.08	Taxes payable	14,574	16,256
6.01.02.09	Interest on loans, financing, debentures and other payables	66,470	83,633
6.01.02.10	Insurance premiums	-2,657	9,885
6.01.02.11	Other liabilities	-19,827	-7,693
6.01.03	Other	-67,088	-110,324
6.01.03.01	Income tax and social contribution paid	-11,787	-22,658
6.01.03.02	Interest on loans, financing and debentures paid	-55,301	-87,666
6.02	Net cash provided by (used in) investing activities	-7,740	-10,127
6.02.01	Purchases of other property and equipment	-11,469	-31,029
6.02.02	Purchase of intangible assets	-5,428	-4,687
6.02.04	Dividends from subsidiaries	9,157	25,625
6.02.05	Other	0	-36
6.03	Net cash provided by (used in) financing activities	-91,887	-144,147
6.03.01	Loans and financing - proceeds	1,792	3,038
6.03.02	Loans and financing - repayments	-30,399	-92,255
6.03.05	Dividends	-5,143	-26,302
6.03.06	Interest on capital	-30,419	-28,628
6.03.08	Treasury shares	-36,782	0
6.03.09	Other	9,064	0
6.05	Decrease in cash and cash equivalents	-34,465	-14,209
6.05.01	Cash and cash equivalents at the beginning of the period	713,017	597,741
6.05.02	Cash and cash equivalents at the end of the period	678,552	583,532

Individual financial statements / statement of changes in equity - 1/1/2013 to 6/30/2013

(In thousands of Brazilian Reais)

Code	Description	Paid-up share capital	Capital reserves, options granted and treasury shares	Revenue reserves	Retained earnings	Other comprehensive income	Equity
5.01	Opening balances	601,708	48,067	674,978	0	0	1,324,753
5.03	Adjusted opening balances	601,708	48,067	674,978	0	0	1,324,753
5.04	Capital transactions with shareholders	375,000	-24,635	-375,000	-30,035	0	-54,670
5.04.01	Capital increase	375,000	0	-375,000	0	0	0
5.04.03	Options granted recognized	0	3,083	0	0	0	3,083
5.04.04	Treasury shares acquired	0	-36,782	0	0	0	-36,782
5.04.05	Treasury shares sold	0	9,064	0	0	0	9,064
5.04.07	Interest on capital	0	0	0	-30,035	0	-30,035
5.05	Total comprehensive income	0	0	0	192,257	0	192,257
5.05.01	Net income for the period	0	0	0	192,257	0	192,257
5.07	Closing balances	976,708	23,432	299,978	162,222	0	1,462,340

Individual financial statements / statement of changes in equity - 1/1/2012 to 6/30/2012

(In thousands of Brazilian Reais)

Code	Description	Paid-up share capital	Capital reserves, options granted and treasury shares	Revenue reserves	Retained earnings	Other comprehensive income	Equity
5.01	Opening balances	601,708	19,145	499,730	0	0	1,120,583
5.03	Adjusted opening balances	601,708	19,145	499,730	0	0	1,120,583
5.04	Capital transactions with shareholders	0	20,278	0	-29,854	0	-9,576
5.04.03	Options granted recognized	0	3,745	0	0	0	3,745
5.04.05	Treasury shares sold	0	16,533	0	0	0	16,533
5.04.07	Interest on capital	0	0	0	-29,854	0	-29,854
5.05	Total comprehensive income	0	0	0	83,419	0	83,419
5.05.01	Net income for the period	0	0	0	83,419	0	83,419
5.07	Closing balances	601,708	39,423	499,730	53,565	0	1,194,426

(A free translation of the original in Portuguese)

Individual financial statements / statement of value added

(In thousands of Brazilian Reais)

Code	Description	Accumulated - current period 1/1/2013 to 6/30/2013	Accumulated - prior period 1/1/2012 to 6/30/2012
7.01	Revenue	1,176,083	1,168,363
7.01.01	Sales of goods and services	1,172,108	1,143,397
7.01.02	Other revenues	1,874	1,989
7.01.03	Revenues related to the construction of own assets	4,181	23,277
7.01.04	Constitution/Reversal of allowance for doubtful accounts	-2,080	-300
7.02	Inputs acquired from third parties	-717,201	-737,856
7.02.01	Cost of products, goods and services sold	-662,526	-675,766
7.02.02	Materials, energy, third-party services and other	-54,675	-62,090
7.03	Gross value added	458,882	430,507
7.04	Retentions	-52,858	-157,547
7.04.01	Depreciation, amortization and depletion	-52,858	-157,547
7.05	Net value added	406,024	272,960
7.06	Value added received through transfer	135,557	102,372
7.06.01	Equity in results of investees	109,994	77,150
7.06.02	Financial income	25,563	25,222
7.07	Total net value added for distribution	541,581	375,332
7.08	Distribution of value added	541,581	375,332
7.08.01	Personnel	133,047	112,918
7.08.01.01	Salaries and wages	102,436	87,135
7.08.01.02	Benefits	20,738	16,325
7.08.01.03	Government Severance Indemnity Fund for Employees (FGTS)	6,790	5,711
7.08.01.04	Other	3,083	3,747
7.08.02	Taxes, charges and contributions	92,742	44,831
7.08.02.01	Federal	67,387	24,167
7.08.02.02	State	21,115	18,125
7.08.02.03	Municipal	4,240	2,539
7.08.03	Remuneration of third parties' capital	123,535	134,164
7.08.03.01	Interest	68,352	84,751
7.08.03.02	Rentals	55,183	49,413
7.08.04	Remuneration of own capital	192,257	83,419
7.08.04.01	Interest on capital	30,035	29,854
7.08.04.03	Retained earnings	162,222	53,565

(A free translation of the original in Portuguese)

Consolidated financial statements / balance sheet - assets

(In thousands of Brazilian Reais)

Code	Description	Current period 6/30/2013	Prior period 12/31/2012
1	Total assets	4,287,590	4,045,908
1.01	Current assets	1,314,714	1,248,334
1.01.01	Cash and cash equivalents	853,955	823,866
1.01.03	Accounts receivable	375,294	361,157
1.01.03.01	Trade receivables	375,294	361,157
1.01.06	Recoverable taxes	15,234	14,645
1.01.06.01	Current recoverable taxes	15,234	14,645
1.01.07	Prepaid expenses	19,997	374
1.01.08	Other current assets	50,234	48,292
1.01.08.01	Non-current assets for sale	14,176	13,277
1.01.08.03	Other	36,058	35,015
1.02	Non-current assets	2,972,876	2,797,574
1.02.01	Long-term assets	58,383	51,616
1.02.01.03	Accounts receivable	6,693	3,981
1.02.01.03.01	Trade receivables	6,693	3,981
1.02.01.06	Deferred taxes	26,573	24,510
1.02.01.06.01	Deferred income tax and social contribution	26,573	24,510
1.02.01.09	Other non-current assets	25,117	23,125
1.02.01.09.03	Escrow deposits	25,034	23,042
1.02.01.09.04	Other	83	83
1.02.03	Property and equipment	2,870,435	2,705,229
1.02.03.01	Property and equipment in service	2,679,425	2,565,471
1.02.03.02	Property and equipment leased	164,651	117,457
1.02.03.03	Property and equipment in progress	26,359	22,301
1.02.04	Intangible assets	44,058	40,729
1.02.04.01	Intangible assets	44,058	40,729
1.02.04.01.02	Goodwill on acquisition of investments	4,508	4,508
1.02.04.01.03	Software	39,550	36,221

(A free translation of the original in Portuguese)

Consolidated financial statements / balance sheet - liabilities and equity

(In thousands of Brazilian Reais)

Code	Description	Current period 6/30/2013	Prior period 12/31/2012
2	Total liabilities and equity	4,287,590	4,045,908
2.01	Current liabilities	880,242	734,168
2.01.01	Social and labor obligations	65,595	53,188
2.01.01.01	Social obligations	8,601	7,926
2.01.01.02	Labor obligations	56,994	45,262
2.01.02	Trade payables	451,719	356,152
2.01.02.01	Domestic trade payables	451,719	356,152
2.01.03	Tax obligations	36,488	35,370
2.01.03.01	Federal tax obligations	33,676	33,013
2.01.03.01.01	Income tax and social contribution payable	26,934	26,035
2.01.03.01.02	Other federal taxes	6,742	6,978
2.01.03.03	Municipal tax obligations	2,812	2,357
2.01.04	Loans and financing	271,578	210,059
2.01.04.01	Loans and financing	39,677	40,185
2.01.04.01.01	In local currency	38,579	39,166
2.01.04.01.02	In foreign currency	1,098	1,019
2.01.04.02	Debentures	145,463	101,305
2.01.04.03	Finance leases	86,438	68,569
2.01.05	Other obligations	54,862	79,399
2.01.05.02	Other	54,862	79,399
2.01.05.02.01	Dividends and interest on capital payable	13,190	18,659
2.01.05.02.04	Other current liabilities	41,672	60,740
2.02	Non-current liabilities	1,945,008	1,986,987
2.02.01	Loans and financing	1,770,300	1,845,032
2.02.01.01	Loans and financing	618,722	621,909
2.02.01.01.01	In local currency	262,515	274,547
2.02.01.01.02	In foreign currency	356,207	347,362
2.02.01.02	Debentures	1,122,551	1,184,985
2.02.01.03	Finance leases	29,027	38,138
2.02.02	Other obligations	17,835	18,050
2.02.02.02	Other	17,835	18,050
2.02.02.02.03	Other non-current liabilities	17,835	18,050
2.02.03	Deferred taxes	100,881	76,807
2.02.03.01	Deferred income tax and social contribution	100,881	76,807
2.02.04	Provisions	41,202	35,167
2.02.04.01	Tax, social security, labor and civil provisions	41,202	35,167
2.02.04.01.01	Tax provisions	5,402	3,912
2.02.04.01.02	Social security and labor provisions	26,465	23,622
2.02.04.01.04	Civil provisions	9,335	7,633
2.02.06	Deferred revenues	14,790	11,931
2.02.06.02	Deferred revenues	14,790	11,931
2.03	Equity	1,462,340	1,324,753
2.03.01	Share capital	976,708	601,708
2.03.02	Capital reserves	23,432	48,067
2.03.02.01	Share premium	74,428	66,375
2.03.02.04	Options granted	13,545	14,294
2.03.02.05	Treasury shares	-64,541	-32,602
2.03.04	Revenue reserves	299,978	674,978
2.03.04.01	Legal reserve	40,293	40,293
2.03.04.02	Statutory reserve	96,484	471,484
2.03.04.11	Retention of profits	163,201	163,201
2.03.05	Retained earnings	162,222	0

(A free translation of the original in Portuguese)

Consolidated financial statements / statement of income

(In thousands of Brazilian Reais, unless otherwise indicated)

1 - Code	2 - Description	Current quarter 4/1/2013 to 6/30/2013	Accumulated - current period 1/1/2013 to 6/30/2013	Same quarter of prior year 4/1/2012 to 6/30/2012	Accumulated - prior period 1/1/2012 to 6/30/2012
3.01	Revenue from sale of goods and/or services	813,126	1,606,430	789,479	1,564,222
3.02	Cost of goods and/or services sold	-553,991	-1,105,624	-652,607	-1,197,621
3.03	Gross profit	259,135	500,806	136,872	366,601
3.04	Operating income (expenses)	-94,264	-187,854	-94,597	-179,841
3.04.01	Sales expenses	-67,990	-134,993	-65,074	-127,849
3.04.02	General and administrative expenses	-26,215	-52,650	-29,457	-51,972
3.04.05	Other operating expenses	-59	-211	-66	-20
3.05	Results from operations before finance result and taxes	164,871	312,952	42,275	186,760
3.06	Financial result	-21,108	-44,108	-34,099	-77,678
3.06.01	Financial income	17,518	31,718	17,674	32,406
3.06.02	Financial expenses	-38,626	-75,826	-51,773	-110,084
3.07	Profit before taxes on income	143,763	268,844	8,176	109,082
3.08	Income tax and social contribution	-40,319	-76,587	2,547	-25,663
3.08.01	Current	-27,560	-54,576	-25,835	-54,765
3.08.02	Deferred	-12,759	-22,011	28,382	29,102
3.09	Net income from continuing operations	103,444	192,257	10,723	83,419
3.11	Net income for the period	103,444	192,257	10,723	83,419
3.11.01	Attributable to the Company's owners	103,444	192,257	10,723	83,419
3.99	Earnings per share - (Reais / share)				
3.99.01	Basic earnings per share				
3.99.01.01	Common shares	0.51268	0.96742	0.05408	0.42148
3.99.02	Diluted earnings per share				
3.99.02.01	Common shares	0.51092	0.96362	0.05383	0.41942

(A free translation of the original in Portuguese)

Consolidated financial statements / statement of comprehensive income

Justification for not completing the form:

The Company is not presenting a statement of comprehensive income because it did not have any comprehensive income in the current and prior periods.

(A free translation of the original in Portuguese)

Consolidated financial statements / statement of cash flows - indirect method

(In thousands of Brazilian Reais)

1 - Code	2 - Description	Accumulated - current period 1/1/2013 to 6/30/2013	Accumulated - prior period 1/1/2012 to 6/30/2012
6.01	Net cash provided by operating activities	115,292	191,928
6.01.01	Cash flows provided by operating activities	1,011,566	987,911
6.01.01.01	Net income	192,257	83,419
6.01.01.02	Depreciation and amortization	129,333	238,828
6.01.01.03	Residual value of property and equipment disposals	653,502	687,702
6.01.01.04	Deferred income tax and social contribution	22,011	-29,102
6.01.01.05	Other	14,463	7,064
6.01.02	Variation in assets and liabilities	-765,260	-624,141
6.01.02.01	Trade receivables	-19,990	-10,566
6.01.02.02	Acquisition of cars, net of changes in balances with car makers	-849,448	-761,285
6.01.02.03	Escrow deposits	-1,992	2,640
6.01.02.04	Recoverable taxes	-11,871	-5,535
6.01.02.05	Other assets	-10,337	-6,669
6.01.02.06	Trade payables - other	705	-19,157
6.01.02.07	Social and labor obligations	12,407	113
6.01.02.08	Taxes payable	54,576	54,577
6.01.02.09	Interest on loans, financing and debentures and other payables	72,932	109,389
6.01.02.10	Insurance premiums	-2,657	9,885
6.01.02.11	Other liabilities	-9,585	2,467
6.01.03	Other	-131,014	-171,842
6.01.03.01	Income tax and social contribution paid	-48,666	-54,886
6.01.03.02	Interest paid	-82,348	-116,956
6.02	Net cash used in investing activities	-18,126	-36,019
6.02.01	Purchases of other property and equipment	-11,851	-31,239
6.02.02	Purchases of intangible assets	-6,275	-4,780
6.03	Net cash used in financing activities	-67,077	-192,990
6.03.01	Loans and financing – proceeds	46,172	58,877
6.03.02	Loans and financing – repayments	-49,969	-196,937
6.03.05	Dividends	-5,143	-26,302
6.03.06	Interest on capital	-30,419	-28,628
6.03.07	Treasury shares	-36,782	0
6.03.08	Other	9.064	0
6.05	Increase (decrease) in cash and cash equivalents	30,089	-37,081
6.05.01	Cash and cash equivalents at the beginning of the period	823,866	711,002
6.05.02	Cash and cash equivalents at the end of the period	853,955	673,921

Consolidated financial statements / statement of changes in equity - 1/1/2013 to 6/30/2013

(In thousands of Brazilian Reais)

Code	Description	Paid-up share capital	Capital reserves, options granted and treasury shares	Revenue reserves	Retained earnings	Other comprehensive income	Equity	Non-controlling interests	Consolidated equity
5.01	Opening balances	601,708	48,067	674,978	0	0	1,324,753	0	1,324,753
5.03	Adjusted opening balances	601,708	48,067	674,978	0	0	1,324,753	0	1,324,753
5.04	Capital transactions with shareholders	375,000	-24,635	-375,000	-30,035	0	-54,670	0	-54,670
5.04.01	Capital increase	375,000	0	-375,000	0	0	0	0	0
5.04.03	Options granted	0	3,083	0	0	0	3,083	0	3,083
5.04.04	Treasury shares	0	-36,782	0	0	0	-36,782	0	-36,782
5.04.05	Treasury shares sold	0	9,064	0	0	0	9,064	0	9,064
5.04.07	Interest on capital	0	0	0	-30,035	0	-30,035	0	-30,035
5.05	Total comprehensive income	0	0	0	192,257	0	192,257	0	192,257
5.05.01	Net income for the period	0	0	0	192,257	0	192,257	0	192,257
5.07	Closing balances	976,708	23,432	299,978	162,222	0	1,462,340	0	1,462,340

Consolidated financial statements / statement of changes in equity - 1/1/2012 to 6/30/2012

(In thousands of Brazilian Reais)

Code	Description	Paid-up share capital	Capital reserves, options granted and treasury shares	Revenue reserves	Retained earnings	Other comprehensive income	Equity	Non-controlling interests	Consolidated equity
5.01	Opening balances	601,708	19,145	499,730	0	0	1,120,583	0	1,120,583
5.03	Adjusted opening balances	601,708	19,145	499,730	0	0	1,120,583	0	1,120,583
5.04	Capital transactions with shareholders	0	20,278	0	-29,854	0	-9,576	0	-9,576
5.04.03	Options granted	0	3,745	0	0	0	3,745	0	3,745
5.04.05	Treasury shares sold	0	16,533	0	0	0	16,533	0	16,533
5.04.07	Interest on capital	0	0	0	-29,854	0	-29,854	0	-29,854
5.05	Total comprehensive income	0	0	0	83,419	0	83,419	0	83,419
5.05.01	Net income for the period	0	0	0	83,419	0	83,419	0	83,419
5.07	Closing balances	601,708	39,423	499,730	53,565	0	1,194,426	0	1,194,426

(A free translation of the original in Portuguese)

Consolidated financial statements / statement of value added

(In thousands of Brazilian Reais)

Code	Description	Accumulated - current period 1/1/2013 to 6/30/2013	Accumulated - prior period 1/1/2012 to 6/30/2012
7.01	Revenue	1,639,850	1,617,220
7.01.01	Sales of goods and services	1,627,186	1,577,724
7.01.02	Other revenues	11,624	16,428
7.01.03	Revenues related to the construction of own assets	4,181	23,424
7.01.04	Constitution/Reversal of allowance for doubtful accounts	-3,141	-356
7.02	Inputs acquired from third parties	-874,536	-907,478
7.02.01	Cost of products, goods and services sold	-812,454	-842,808
7.02.02	Materials, energy, third-party services and other	-62,082	-64,670
7.03	Gross value added	765,314	709,742
7.04	Retentions	-129,333	-238,828
7.04.01	Depreciation, amortization and depletion	-129,333	-238,828
7.05	Net value added	635,981	470,914
7.06	Value added received through transfer	31,718	32,406
7.06.02	Financial income	31,718	32,406
7.07	Total value added to be distributed	667,699	503,320
7.08	Distribution of value added	667,699	503,320
7.08.01	Personnel	171,906	150,142
7.08.01.01	Salaries and wages	134,069	117,644
7.08.01.02	Benefits	25,861	21,055
7.08.01.03	Government Severance Indemnity Fund for Employees (FGTS)	8,893	7,708
7.08.01.04	Other	3,083	3,735
7.08.02	Taxes, charges and contributions	171,894	109,963
7.08.02.01	Federal	135,751	78,580
7.08.02.02	State	30,196	27,216
7.08.02.03	Municipal	5,947	4,167
7.08.03	Remuneration of third parties' capital	131,642	159,796
7.08.03.01	Interest	75,826	110,084
7.08.03.02	Rentals	55,816	49,712
7.08.04	Remuneration of own capital	192,257	83,419
7.08.04.01	Interest on capital	30,035	29,854
7.08.04.03	Retained earnings	162,222	53,565

Comments on company performance

In R$ million

1 - Car Rental (CR)	2Q12	2Q13	Var. %	1H12	1H13	Var. %
Net revenue	591.2	601.1	**1.7%**	1,159.9	1,188.4	**2.5%**
Costs	(507.8)	(426.4)	**-16.0%**	(919.0)	(844.1)	**-8.2%**
Operating expenses (SG&A):						
Selling	(57.4)	(59.8)	**4.2%**	(110.9)	(118.2)	**6.6%**
General, administrative and other expenses	(23.5)	(22.0)	**-6.4%**	(41.3)	(44.0)	**6.5%**
Earnings Before Interest and Taxes (EBIT)	**2.5**	**92.9**	**3616.0%**	**88.7**	**182.1**	**105.3%**

2 -Fleet Outsourcing (FO)	2Q12	2Q13	Var. %	1H12	1H13	Var. %
Net revenue	194.2	207.0	**6.6%**	396.3	408.6	**3.1%**
Costs	(141.6)	(124.0)	**-12.4%**	(272.4)	(254.6)	**-6.5%**
Operating expenses (SG&A):						
Selling	(8.1)	(8.7)	**7.4%**	(17.9)	(18.1)	**1.1%**
General, administrative and other expenses	(6.5)	(5.1)	**-21.5%**	(11.5)	(10.4)	**-9.6%**
Earnings Before Interest and Taxes (EBIT)	**38.0**	**69.2**	**81.6%**	**94.5**	**125.5**	**32.8%**

3 - Franchising (FR)	2Q12	2Q13	Var. %	1H12	1H13	Var. %
Net revenue	4.1	5.0	**22.0%**	8.0	9.4	**17.5%**
Costs	(2.4)	(2.2)	**-8.3%**	(4.4)	(4.2)	**-4.5%**
Operating expenses (SG&A):						
Selling	-	-	-	-	-	-
General, administrative and other expenses	-	-	-	-	-	-
Earnings Before Interest and Taxes (EBIT)	**1.7**	**2.8**	**64.7%**	**3.6**	**5.2**	**44.4%**

4 - Consolidated	2Q12	2Q13	Var. %	1H12	1H13	Var. %
Net revenue	789.5	813.1	**3.0%**	1,564.2	1,606.5	**2.7%**
Costs (*)	(652.7)	(554.0)	**-15.1%**	(1,197.6)	(1,105.6)	**-7.7%**
Operating expenses (SG&A) (*):						
Selling	(65.0)	(68.0)	**4.6%**	(127.8)	(135.0)	**5.6%**
General, administrative and other expenses	(29.6)	(26.3)	**-11.1%**	(52.0)	(53.0)	**1.9%**
EBIT (CR + FO + FR)	**42.2**	**164.8**	**290.5%**	**186.8**	**312.9**	**67.5%**
Financial expenses, net	(34.0)	(21.1)	**-37.9%**	(77.7)	(44.1)	**-43.2%**
Operating profit	**8.2**	**143.7**	**1652.4%**	**109.1**	**268.8**	**146.4%**
Income tax and social contribution	2.5	(40.3)	**-1712.0%**	(25.7)	(76.5)	**197.7%**
Net income for the period	**10.7**	**103.4**	**866.4%**	**83.4**	**192.3**	**130.6%**
% of net revenues	1.4%	12.7%		5.3%	12.0%	

(*) The consolidated balance includes reclassifications of R$ 2.7 million between the captions of costs and operating expenses in 1H13 and R$ 1.4 million in 2Q13.

Comments on company performance

Net revenue

The Company's consolidated net revenues in the first half-year of 2013 (1H2013) increased by 2.7%, or R$ 42.3 million, basically due to:

- Increase of 2.5%, or R$ 28.5 million, in the net revenue from car rentals (includes revenue from the sale of renewed cars in the fleet), reflecting the growth of 5.9% in revenues from car rentals, which was basically due to the increase of 3.8% in the volume of daily car rentals and 2.2% in the average daily rate. Revenues from sales of decommissioned cars for the fleet renewal of this division remained almost unchanged (decrease of 0.5%).

- Increase of 3.1%, or R$ 12.3 million, in the net revenue from fleet outsourcing (includes revenue from the sale of renewed cars in the fleet and the extraordinary revenue of R$ 2.4 million recorded in May 2013, related to the indemnification for the anticipated devolution of 185 cars), corresponding to: (i) growth of 10.6% in the revenues from the outsourcing of fleets mainly due to the increase of 4.3% in the daily rental volume and 4.6% in the average rental rate, and (ii) decrease of 11.5% in the sale of decommissioned cars for the fleet renewal of this division because of the decrease of 15.7% in the volume of cars sold, which was partially offset by the increase in the price.

- Revenues from franchising increased 17.5%, or R$ 1.4 million.

The Company's consolidated net revenue in the second quarter of 2013 (2Q13) increased by 3%, or R$ 23.6 million, basically due to:

- Increase of 1.7%, or R$ 9.9 million, in the net revenue from car rentals (includes revenue from the sale of renewed cars in the fleet), reflecting the growth of 6.1% in revenues from car rentals, which was basically due to the increase of 4.8% in the volume of daily car rentals and 1.3% in the average daily rate. Revenues from sales of decommissioned cars for the fleet renewal of this division remained almost unchanged (decrease of 1.9%).

- Increase of 6.6%, or R$ 12.8 million, in the net revenue from fleet outsourcing (includes revenue from the sale of renewed cars in the fleet and the extraordinary revenue of R$ 2.4 million recorded in May 2013, related to the indemnification for the anticipated devolution of 185 cars), corresponding to: (i) growth of 11.6% in the revenues from the outsourcing of fleets mainly due to the increase of 3.6% in the daily rental volume and 5.5% in the average rental rate and (ii) decrease of 4.0% in the sale of decommissioned cars for the renewal of the fleet of this division because of the decrease of 7.3% in the volume of cars sold, which was partially offset by the increase in the price.

- Revenues from franchising increased 22.0%, or R$ 0.9 million.

Comments on company performance

Costs

The consolidated cost decreased 7.7%, or R$ 92.0 million, in 1H13 and 15.1%, or R$ 98.7 million, in 2Q13, which was due to the effect of the recording of additional depreciation of R$ 100.1 million in 2Q12, because of the IPI reduction to reflect the expected reduction in the estimated residual value of the cars.

These amounts were partially offset by:

i) Expenditures of R$ 8.0 million with accessories and freight for new cars in 2Q13 in the car rental division, related to the purchase of 18,616 cars, a volume 77.6% higher than the 10,482 cars purchased in 2Q12;
ii) Increase of costs with personnel and property rentals which were affected by inflation and market factors.

Operating expenses

The consolidated operating expenses increased 4.6%, or R$ 8.2 million, in 1H13, remaining unchanged in 2Q13. As a percentage of net revenues, operating expenses increased 0.2 p.p., from 11.5% in 1H12 to 11.7% in 1H13. This increase was mainly caused by the growth in property rental expenses and salaries, partially offset by the decrease in publicity expenditures.

Financial expenses, net

The net financial expenses decreased 43.2% in 1H13 and 37.9% in 2Q13, which occurred due to the decrease of the basic interest rate (when compared to the rate of 2Q12), the decrease in the net debt and the credit effect of the mark-to-market of swap contracts, which exchanged rates based on the variation of the Interbank Deposit Certificate (CDI) rate for fixed rates.

Income tax and social contribution

The income tax and social contribution expenses increased 197.7%, or R$ 50.8 million, in 1H13 and 1.712.0%, or R$ 42.8 million, in 2Q13, because of the increase in the profit generated in the period. The effective rate of income tax and social contribution remained unchanged at approximately 29.0% in the quarters analyzed.

LOCALIZA RENT A CAR S.A. AND SUBSIDIARIES

Notes to the interim financial information
for the period ended June 30, 2013
(All amounts in thousands of Brazilian Reais, unless otherwise indicated)

1. OPERATION

Localiza Rent a Car S.A. ("Localiza"), headquartered at Avenida Bernardo Monteiro, 1,563, Belo Horizonte, Minas Gerais State, has, since May 2005, been a Brazilian publicly-held company listed on the BM&FBovespa (Sao Paulo Securities, Commodities and Futures Exchange) New Market, which characterizes the highest Corporate Governance level in the Brazilian capital market. Localiza's shares are traded under the ticker symbol RENT3.

The principal activities of Localiza and its subsidiaries ("Company") comprise car rentals, fleet outsourcing and franchising. As part of its fleet renewal program, Localiza and its subsidiary Total Fleet S.A. ("Total Fleet") sell their decommissioned cars for the renewal of the rental fleet.

At June 30, 2013, the Localiza System, including franchisees in Brazil and abroad, comprised 533 car rental branches, being: i) 476 branches in 336 cities in Brazil, 282 of which were operated by Localiza and the remaining by franchisees, and ii) 57 branches in 34 cities in 8 South American countries, all operated by franchisees.

The fleet of the Localiza System comprised 117,902 cars, at June 30, 2013, being: i) 103,460 belonging to the Company, including 32,489 of the Fleet Outsourcing Division; ii) 11,541 belonging to franchisees in Brazil and iii) 2,901 belonging to franchisees abroad. After being utilized in rental activities, cars are sold in order to generate cash for the fleet renewal. Decommissioned cars are substantially sold to end consumers through 74 sales points, located in 44 cities throughout Brazil, thereby avoiding intermediation costs.

Localiza's direct and indirect subsidiaries are summarized in Note 7(a).

2. BASIS OF PREPARATION, PRESENTATION OF THE INTERIM FINANCIAL INFORMATION AND SUMMARY OF SIGNIFICANT ACCOUNTING PRACTICES

The Company's interim financial information includes:

- The individual interim financial information prepared and presented in accordance with the Accounting Standard CPC 21 - Interim Financial Reporting and the standards issued by the Brazilian Securities Commission (CVM), applicable to the preparation of Interim Financial Information (ITR), identified as "Individual - BR GAAP "; and

- The consolidated interim financial information prepared and presented in accordance with the Accounting Standard CPC 21 - Interim Financial Reporting and the International Accounting Standard IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board - IASB, and consistent with the standards issued by the Brazilian Securities Commission (CVM), applicable to the preparation of Interim Financial Information (ITR), identified as "Consolidated - IFRS and BR GAAP".

The accounting practices adopted in Brazil include those established in the Corporate Law as well as the new Technical Pronouncements, Instructions, and Interpretations issued by the Brazilian Accounting Pronouncements Committee (CPC) and approved by the Brazilian Securities Commission (CVM).

The individual interim financial information discloses investments in subsidiaries under the equity method of accounting, in accordance with prevailing Brazilian legislation. The accounting practices adopted in Brazil applied to the individual interim financial information differ from IFRS applicable to the interim financial information only with respect to the measurement of investments in subsidiaries under the equity method, whereas, for IFRS purposes, these investments would be measured at cost or fair value.

Property and equipment - Localiza and Total Fleet revise the estimated useful lives and the residual values of the fleet cars at least on a quarterly basis. The depreciable amount corresponds to the positive difference between the acquisition cost and the estimated residual value. Depreciation is calculated provided that the estimated residual value of the asset does not exceed its carrying amount. Depreciation is recognized based on the estimated useful life of each asset on a straight-line basis. In the Fleet Outsourcing Division (Fleet Rental), cars are depreciated under the sum of digits or exponential method, since this is the method that best reflects the pattern of consumption of the economic benefits generated which are decreasing through the life of the car. Depreciation is recognized so that cost less the residual value (estimated sales price less estimated selling costs), is fully written off after the useful life.

The Company did not have other comprehensive income in current and prior periods.

The other information on the basis of preparation and presentation of the interim financial information and the summary of significant accounting policies is the same as that disclosed in Note 2 to the annual financial statements for the year ended December 31, 2012 (hereinafter referred to as "Financial Statements for the year ended December 31, 2012"), published on March 20, 2013 in the newspapers "Diário Oficial de Minas Gerais", "Diário do Comércio Minas Gerais", "Valor Econômico" (condensed form), and available through the following websites: www.cvm.gov.br, www.bmfbovespa.com.br and www.localiza.com/ri.

3. RECENTLY ISSUED ACCOUNTING STANDARDS AND INTERPRETATIONS

The accounting standards and Interpretations that were in effect at December 31, 2012, as disclosed in Note 3 to the financial statements for December 31, 2012, were not significantly different from those in effect for this financial information.

The accounting standards and Interpretations that became effective as from January 1, 2013, as disclosed in Note 3 to the financial statements of December 31, 2012, do not significantly affect the Company.

4. CASH AND CASH EQUIVALENTS

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	6/30/2013	12/31/2012	6/30/2013	12/31/2012
Cash and banks	1,789	7,750	2,975	12,844
Bank Deposit Certificates (CDB)	292,229	298,225	353,100	333,160
Repurchase transactions	384,534	407,042	497,880	477,862
Total	**678,552**	**713,017**	**853,955**	**823,866**

Investments in CDB and repurchase transactions yield 101.7% of the CDI rate (101.6% as of December 31, 2012) and have immediate liquidity.

5. TRADE RECEIVABLES

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	6/30/2013	12/31/2012	6/30/2013	12/31/2012
Car rentals	227,409	239,101	228,894	241,176
Fleet outsourcing	-	-	70,906	56,418
Sale of decommissioned cars	76,226	62,249	87,227	72,788
Franchising	1,093	891	13,380	10,035
	304,728	**302,241**	**400,407**	**380,417**
Allowance for doubtful accounts	(12,907)	(10,827)	(18,420)	(15,279)
Total	**291,821**	**291,414**	**381,987**	**365,138**
Current assets	**291,821**	**291,414**	**375,294**	**361,157**
Non-current assets	**-**	**-**	**6,693**	**3,981**

The other information on trade receivables (individual and consolidated) was not significantly altered compared to that disclosed in Note 5 to the financial statements for the year ended December 31, 2012.

6. OTHER CURRENT AND NON-CURRENT ASSETS

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	6/30/2013	12/31/2012	6/30/2013	12/31/2012
Balances stated separately in current assets:				
Prepayments (*)	13,613	374	19,997	374
Recoverable taxes	12,373	12,429	15,234	14,645
	25,986	12,803	35,231	15,019
Other current assets:				
Amounts receivable from insurance company (**)	19,558	18,572	31,018	30,355
Other receivables - subsidiaries (Note 7(b))	1,743	3,344	-	-
Other	3,694	1,469	5,040	4,660
	24,995	23,385	36,058	35,015
Total in current assets	50,981	36,188	71,289	50,034
Balances stated separately in non-current assets:				
Other receivables - subsidiaries (Note 7(b))	468	405	-	-
Other non-current assets	83	83	83	83
	551	488	83	83
Total in current and non-current assets	**51,532**	**36,676**	**71,372**	**50,117**

(*) Basically refers to prepaid expenses with the renewal of the Car Tax (IPVA), which are amortized based on the useful life of the vehicles.
(**) Expenses incurred by Localiza on claims, cost of stolen cars and amounts receivable from the insurance company due to insurance intermediation services (Note 2.7.11 to the financial statements for the year ended December 31, 2012).

7. INVESTMENTS AND RELATED-PARTY TRANSACTIONS

(a) Information on subsidiaries

The businesses of car rental, fleet outsourcing and franchises in Brazil and abroad are conducted by Localiza itself or one of its subsidiaries.

These operations of the principal subsidiaries are as follows:

Total Fleet S.A.: privately-held corporation operating in the fleet outsourcing business.

Localiza Franchising Brasil S.A.: privately-held corporation operating in the franchise business in Brazil.

Localiza Serviços Prime S.A. ("Prime") (formerly denominated Prime Prestadora de Serviços S.A.): privately-owned corporation operating in the intermediation of sales of decommissioned cars, previously used by Localiza and Total Fleet.

LOCALIZA RENT A CAR S.A. AND SUBSIDIARIES

Notes to the interim financial information
for the period ended June 30, 2013
(All amounts in thousands of Brazilian Reais, unless otherwise indicated)

The other subsidiaries of the Company, Localiza Car Rental S.A., Rental International LLC, Car Assistance Serviços de Administração de Sinistros S.A., Localiza Franchising International SRL, TF Assistance Serviços de Administração de Sinistros S.A. and Rental Brasil Administração e Participação S.A. are wholly-owned subsidiaries and limited liability corporations.

The Company's participation in the capital, shareholders' equity and results of direct and indirect subsidiaries was as follows:

			Participation					
	Number of shares		Capital (%)		In net worth		In results	
	6/30/2013	12/31/2012	6/30/2013	12/31/2012	6/30/2013	12/31/2012	1H13	1H12
Direct subsidiaries:								
Total Fleet	103,280,354	103,280,354	100.0	100.0	743,405	652,584	90,821	62,063
Franchising Brasil	399,069	399,069	100.0	100.0	4,161	604	6,767	5,206
Prime (*)	15,000	15,000	100.0	100.0	-	-	(140)	2,296
Car Rental	1,339,961	1,339,961	100.0	100.0	6,669	4,165	4,254	1,834
Rental International (*)	1,000	1,000	100.0	100.0	-	-	(62)	(59)
Car Assistance	200,000	200,000	100.0	100.0	4,398	240	8,355	5,812
LFI SRL	23,750	23,750	95.0	95.0	75	76	(1)	(2)
Rental Brasil	15,000,000	15,000,000	100.0	100.0	40,922	40,922	-	-
					799,630	**698,591**	**109,994**	**77,150**
Goodwill on the acquisition of investments					4,508	4,508	-	-
Total					**804,138**	**703,099**	**109,994**	**77,150**
Indirect subsidiary:								
TF Assistance	150,000	150,000	100.0	100.0	150	150	-	-
Indirect holding:								
LFI SRL	1,250	1,250	5.0	5.0	4	4	-	-

(*) Localiza recognized a provision for the net capital deficiency of the subsidiaries Rental International and Localiza Serviços Prime in 1H13.

The changes in investments in subsidiaries, including goodwill, were as follows:

At December 31, 2012	**703,099**
Equity in the results of subsidiaries	109,994
Dividends from subsidiaries	(9,157)
Provision for net capital deficiency (*)	202
At June 30, 2013	**804,138**

(*) Prime and Rental International.

A summary of the financial information of the main groups of the balance sheet and statement of income of the direct subsidiaries is as follows:

LOCALIZA RENT A CAR S.A. AND SUBSIDIARIES

Notes to the interim financial information for the period ended June 30, 2013

(All amounts in thousands of Brazilian Reais, unless otherwise indicated)

(i) Balance sheets

6/30/2013	Total Fleet	Franchising Brasil	Prime	Car Rental	Rental International	Car Assistance	Rental Brasil	LFI SRL
Assets								
Current assets	237,966	20,960	13,765	8,330	15	5,166	19,038	127
Non-current assets								
Long-term receivables	3,976	1,885	1,766	15	-	-		-
Property and equipment	863,955	148	-	-	-	-	(*) 21,890	-
Intangible assets	1,840	727	-	-	-	-	-	-
Total	**1,107,737**	**23,720**	**15,531**	**8,345**	**15**	**5,166**	**40,928**	**127**
Liabilities and Equity								
Current liabilities	166,897	6,042	12,995	1,676	-	768	6	-
Non-current liabilities	197,435	13,517	9,492	-	468	-	-	48
Equity	743,405	4,161	(6,956)	6,669	(453)	4,398	40,922	79
Total	**1,107,737**	**23,720**	**15,531**	**8,345**	**15**	**5,166**	**40,928**	**127**

12/31/2012	Total Fleet	Franchising Brasil	Prime	Car Rental	Rental International	Car Assistance	Rental Brasil	LFI SRL
Assets								
Current assets	154,253	17,238	15,407	8,665	14	5,147	19,067	129
Non-current assets								
Long-term receivables	4,490	1,724	1,483	1	-	-	-	-
Investments	4	-	-	-	-	-	-	-
Property and equipment	868,592	158	-	-	-	-	(*) 22,087	-
Intangible assets	1,628	286	-	-	-	-	-	-
Total	**1,028,967**	**19,406**	**16,890**	**8,666**	**14**	**5,147**	**41,154**	**129**
Liabilities and Equity								
Current liabilities	178,296	8,568	13,786	4,501	-	4,907	232	-
Non-current liabilities	198,087	10,234	9,920	-	405	-	-	49
Equity	652,584	604	(6,816)	4,165	(391)	240	40,922	80
Total	**1,028,967**	**19,406**	**16,890**	**8,666**	**14**	**5,147**	**41,154**	**129**

(*) Refers to land transferred by Localiza to Rental Brasil S.A. as a capital increase, which, for disclosure purposes, was recorded in property and equipment.

(ii) Statements of income

1H13	Total Fleet	Franchising Brasil	Prime	Car Rental	Rental International	Car Assistance	LFI SRL
Statement of income							
Net revenue	407,601	9,159	25,047	10,380	-	9,467	-
Gross result	153,621	7,439	21,377	5,397	-	9,300	-
Result before Income Tax (IR) and Social Contribution (CS)	135,643	8,006	(24)	5,467	(62)	9,560	(1)
Net income (loss) for the period	**90,821**	**6,767**	**(140)**	**4,254**	**(62)**	**8,355**	**(1)**

1H12	Total Fleet	Franchising Brasil	Prime	Car Rental	Rental International	Car Assistance	LFI SRL
Statement of income							
Net revenue	394,867	7,790	27,326	6,096	-	6,615	-
Gross result	124,106	5,766	25,768	2,687	-	6,478	(2)
Result before IR and CS	93,810	6,304	3,551	2,566	(59)	6,644	(2)
Net income (loss) for the period	**62,063**	**5,206**	**2,296**	**1,834**	**(59)**	**5,812**	**(2)**

(iii) Dividends from subsidiaries

1H13	Car Assistance	Franchising Brasil	Car Rental	Total
Prepaid dividends for 2013	4,197	3,210	1,750	9,157
Total	**4,197**	**3,210**	**1,750**	**9,157**

2012	Total Fleet	Franchising Brasil	Car Rental	Car Assistance	Total
Dividends for 2012	29,929	11,707	5,683	13,536	60,855
Total	**29,929**	**11,707**	**5,683**	**13,536**	**60,855**

(b) Balances and transactions with related parties

(i) Balances and transactions with subsidiaries

	Total Fleet		Prime		Other		Total	
	6/30/2013	12/31/2012	6/30/2013	12/31/2012	6/30/2013	12/31/2012	6/30/2013	12/31/2012
Balances:								
Accounts receivable	2,359	1,815	-	-	1,773	2,045	4,132	3,860
Dividends	-	29,929	-	-	-	9,787	-	39,716
Other accounts receivable (current and non-current) (Note 6)	13	-	1,508	3,021	690	728	2,211	3,749
Net capital deficiency in subsidiaries (Note 13)	-	-	6,956	6,816	453	391	7,409	7,207
Payables to subsidiaries (Note 13)	-	1,661	-	-	342	70	342	1,731

	Total Fleet		Car Rental		Other		Total	
	1H13	1H12	1H13	1H12	1H13	1H12	1H13	1H12
Transactions:								
Recovery of charges and expenses	5,504	509	387	284	2,036	2,114	7,927	2,907
Revenue from car rentals	6,616	4,653	4,379	2,763	2	24	10,997	7,440

As of June 30, 2013, there were guarantees for loans and financing, amounting to R$ 780,361 (R$ 767,683 on December 31, 2012), between Localiza and Total Fleet. There were also sureties granted between companies when bank guarantees were contracted for lawsuits totaling R$ 3,096 (R$ 16,283 at December 31, 2012).

The Company optimizes cash through a centralized administration and the concept of sole cash funds.

Intercompany receivables and payables do not have defined maturity and settlement dates and depend on the companies' cash flows. Transactions are conducted based on conditions agreed upon between Localiza and its wholly-owned subsidiaries.

(ii) Transactions with other related parties

- Key management remuneration

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	1H13	1H12 (*)	1H13	1H12 (*)
Remuneration of Board of Directors	2,882	1,356	2,882	1,356
Management and Executive Board:				
Fees and remuneration	5,348	9,859	9,737	12,665
Payroll taxes	1,372	2,215	2,362	3,020
Options granted recognized	1,962	1,153	1,962	1,153
Pension plan (Note 25)	1,181	155	1,868	197
Total	**12,745**	**14,738**	**18,811**	**18,391**

(*) Recalculated

The Company offers a Pension Plan for management (see details in Note 25 to the financial statements for the year ended December 31, 2012). Except for this Plan, the Company does not have other programs for the granting of severance benefits to Management.

8. PROPERTY AND EQUIPMENT

The gross cost, the accumulated depreciation and the residual value of property and equipment in each of the periods are as follows:

	Individual (BR GAAP)			Consolidated (IFRS and BR GAAP)		
	Cars	Other property and equipment	Total	Cars	Other property and equipment	Total
Cost:						
At December 31, 2012	**1,766,568**	**223,116**	**1,989,684**	**2,912,406**	**247,447**	**3,159,853**
Additions	766,592	11,469	778,061	944,310	11,851	956,161
Write offs/transfers (*)	(629,654)	(11,187)	(640,841)	(786,400)	(11,840)	(798,240)
At June 30, 2013	**1,903,506**	**223,398**	**2,126,904**	**3,070,316**	**247,458**	**3,317,774**
Accumulated depreciation:						
At December 31, 2012	**(99,850)**	**(75,442)**	**(175,292)**	**(378,136)**	**(76,488)**	**(454,624)**
Additions	(35,680)	(14,426)	(50,106)	(111,848)	(14,539)	(126,387)
Write offs/transfers (*)	71,748	11,188	82,936	122,483	11,189	133,672
At June 30, 2013	**(63,782)**	**(78,680)**	**(142,462)**	**(367,501)**	**(79,838)**	**(447,339)**
Residual value:						
At December 31, 2012	**1,666,718**	**147,674**	**1,814,392**	**2,534,270**	**170,959**	**2,705,229**
At June 30, 2013	**1,839,724**	**144,718**	**1,984,442**	**2,702,815**	**167,620**	**2,870,435**

(*) Include write-offs due to car sales, robbery, damage and transfer of decommissioned cars for fleet renewal transferred to non-current assets for sale.

The composition of the main classes of assets under "Other property and equipment", as well as their net book values, is as follows:

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	6/30/2013	12/31/2012	6/30/2013	12/31/2012
Leasehold improvements (*)	75,295	80,933	75,295	80,933
Furniture and fittings	22,896	23,644	23,577	24,380
IT equipment	10,375	10,901	10,478	11,013
Property and equipment in progress	20,228	15,862	26,360	22,301
Other	15,924	16,334	31,910	32,332
Total	**144,718**	**147,674**	**167,620**	**170,959**

(*) The expectation of the renewal of property rental contracts, in accordance with the terms of the contract, is considered in the useful life period of leasehold improvements for the amortization purposes.

The captions "Cars" and "Other property and equipment" at June 30, 2013, include the residual values of property and equipment items accounted for as finance leases in the amount of R$ 165,215 (R$ 118,095 as of December 31, 2012). See Note 23 to the financial statements for the year ended December 31, 2012.

Decommissioned cars for fleet renewal are presented in "Non-current assets for sale".

Effect of the IPI Reduction:

The depreciation of the cars is calculated based on the difference between the acquisition price of the car and its estimated residual value at the end of its useful life, less the estimated selling expenses.

After the Government's announcement of the reduction in the Excise Tax (IPI) on May 21, 2012, the Company adjusted the depreciation of its fleet to reflect the expected drop in the market value of cars. The impact of the IPI reduction on the price of cars was estimated at R$ 180.5 million (R$ 116.0 million in the Car Rental Division and R$ 64.5 million in the Fleet Outsourcing Division).

The extension of the IPI reduction until the end of 2013 does not cause new impacts on depreciation, since the additional depreciation announced by the Company in 2Q12 included the adjustment for the entire fleet and was based on the assumption that the prices would not return to the levels they were before the IPI reduction, even after the return of the tax.

Construction of the new Company's headquarters

At a meeting held on June 20, 2013, the Board of Directors approved the construction of the new headquarters of the Company. The investment expected is approximately R$ 210.000 at current price levels. This investment will permit: (i) the reduction of expenses from property rentals in the future; (ii) a productivity gain with the centralization of administrative and support activities, which are currently located in six buildings; and (iii) support of the growth of the Company permitting the same integration and location of the central management.

The land of 30 thousand m² was purchased 4.5 years ago and is currently owned by Rental Brasil Administração e Participação S.A., a fully-owned subsidiary of Localiza. Approximately R$ 22,000 was spent on the land, projects and approvals from municipal authorities. These expenditures are not included in the approved amount above. All of the current furniture will be utilized in the new facilities. The financial economic study performed by the Company indicates substantial savings compared to the current cost of rent and leasehold improvements.

9. INTANGIBLE ASSETS

(a) *Software*

The gross cost, the accumulated amortization and the residual value of software are as follows:

	Individual (BR GAAP)	Consolidated (IFRS and BR GAAP)
Cost		
At December 31, 2012	42,318	44,726
Additions	5,428	6,275
Disposals	-	-
At June 30, 2013	47,746	51,001
Accumulated amortization		
At December 31, 2012	(8,011)	(8,505)
Additions	(2,752)	(2,946)
Disposals	-	-
At June 30, 2013	(10,763)	(11,451)
Residual value of software		
At December 31, 2012	34,307	36,221
At June 30, 2013	36,983	39,550

The other information on intangible assets - software (individual and consolidated) was not significantly changed compared to that disclosed in Note 9 to the financial statements for the year ended December 31, 2012.

(b) Goodwill on the acquisition of investments

The gross amount, the accumulated amortization and the residual value of goodwill are as follows:

	Consolidated (IFRS and BR GAAP)	
	6/30/2013	12/31/2012
Goodwill on acquisition of non-controlling interest in subsidiaries	4,918	4,918
Accumulated amortization	(410)	(410)
Residual value	**4,508**	**4,508**

In accordance with CVM Resolution 565/08, goodwill on the acquisition of a non-controlling interest in subsidiaries, allocated to the Car Rental Division, being no longer amortized as from January 1, 2009, but is tested for impairment at least annually.

10. TRADE PAYABLES

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	6/30/2013	12/31/2012	6/30/2013	12/31/2012
Car makers	343,524	246,725	383,265	288,403
Maintenance services and parts	13,097	23,614	26,326	32,903
Rentals	6,148	5,802	6,148	5,808
Insurance policies	14,268	14,268	14,693	14,268
Other	21,128	14,192	21,287	14,770
Total	**398,165**	**304,601**	**451,719**	**356,152**

Balances payable to car markers refer to cars purchased at the end of each period, which carry no financial charges and mature in an average period of 40 days.

11. SOCIAL AND LABOR OBLIGATIONS

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	6/30/2013	12/31/2012	6/30/2013	12/31/2012
Accrued vacation	17,818	16,174	22,999	21,472
Provision for 13th month salary (*)	6,778	-	8,705	-
Provision for employee profit sharing	18,864	13,800	25,290	19,066
National Institute of Social Security (INSS)	4,267	3,796	5,551	5,171
Government Severance Indemnity Fund for Employees (FGTS)	903	842	1,168	1,136
Other	1,354	3,500	1,882	6,343
Total	**49,984**	**38,112**	**65,595**	**53,188**

(*) Provision for employees' 13th month salary accumulated during the year, which is usually paid by the Company in November of each year.

Localiza makes semi-annual profit sharing payments to employees, based on their categories and performance evaluation, classified as "Cost", "Selling expenses" and "General, administrative and other expenses", in the statement of income, according to the functional allocation of the respective employees.

12. LOANS, FINANCING AND DEBENTURES

	Individual (BRGAAP)		Consolidated (IFRS and BRGAAP)			
	6/30/2013	12/31/2012	6/30/2013	12/31/2012	Maturity	Effective contractual interest rate
In local currency (R$)						
Debentures - 2nd issue	138,096	133,161	138,096	133,161	7/2/2013 to 7/2/2014	CDI + 0.6% p.a.
Debentures - 4th issue	325,080	349,244	325,080	349,244	5/5/2013 to 5/5/2017	114.2% of the CDI
Debentures - 5th issue	500,665	500,001	500,665	500,001	5/30/2016 to 5/30/2017	114.5% of the CDI
Debentures - 6th issuance	304,173	303,884	304,173	303,884	10/15/2016 to 10/15/2019	CDI + 1.07% p.a.
Working capital and other	182,695	187,013	421,488	416,938	4/1/2012 to 12/15/2019	Equivalent to CDI + 1.5% p.a. + Tax on Financial Transactions (IOF) or Service tax (ISS), when applicable (*)
Fixed rate swap	(2,878)	890	(4,929)	3,482	-	-
In foreign currency:						
Foreign currency loans - US dollars	357,305	348,381	357,305	348,381	8/17/2015 to 8/16/2017	108.4% and 114.7% of the CDI
Total	**1,805,136**	**1,822,574**	**2,041,878**	**2,055,091**		
Current liabilities	**188,729**	**141,238**	**271,578**	**210,059**		
Non-current liabilities	**1,616,407**	**1,681,336**	**1,770,300**	**1,845,032**		

(*) R$ 66,281 of the total of R$ 421,488 was contracted as leasing with an average fixed rate of 9.75% p.a.

The changes in loans, financing and debentures were as follows:

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	6/30/2013	12/31/2012	6/30/2013	12/31/2012
Opening balance	**1,822,574**	**1,633,841**	**2,055,091**	**2,074,425**
Proceeds	1,792	303,588	46,172	425,909
Interest and financial charges	69,348	150,917	77,861	192,399
Repayment of principal	(30,399)	(123,508)	(49,969)	(450,509)
Payment of interest	(55,301)	(143,154)	(82,348)	(190,615)
Fixed rate swap	(2,878)	890	(4,929)	3,482
Closing balance	**1,805,136**	**1,822,574**	**2,041,878**	**2,055,091**

As of June 30, 2013, Localiza had four debenture issues, all non-convertible into shares. Localiza's debentures are subject to certain covenants, as follows: **(i)** request or declaration of bankruptcy by the issuer or third parties that is not duly resolved within the legal term; **(ii)** default of individual or aggregate amount equal to or higher than R$25,000; **(iii)** capital decrease by Localiza and/or repurchase of its own shares for cancellation, except if previously authorized by the debenture holders; **(iv)** incorporation, merger or spin-off of Localiza, except if under the terms of Article 231 of the Brazilian Corporate Law or if the spin-off portion or the company resulting from the amalgamation or merger remains in the current Controlling Group of the issuer; **(v)** downgrading of Localiza by Standard & Poor's by two or more grades, in the national scale, compared to the rating granted on the respective issue dates, as follows: a) for the 2nd issue, in relation to the rating brAA- (BR, double A, negative)*;* b) for the 4th issue, in relation to the rating brAA- (BR, double A, negative); c) for the 5th issue, in relation to the rating brAA (BR, double A) and; d) for the 6th issue, if the issuer's corporate rating is lowered to brA+ (BR, A, positive), due to any change in shareholding structure that results in the loss, transfer or disposal of the Company's controlling power by the current controlling shareholders; and **(vi)** non-maintenance of quarterly financial ratios, based on the Company's consolidated financial statements, as follows:

Issue	Adjusted net debt/ EBITDA(*) (maximum limit)	Adjusted EBITDA(*)/Financial expenses, net (minimum limit)
2nd issue	3.25	2.00
Fourth, fifth and sixth issues	4.00	1.50

(*) EBITDA corresponds to the issuer's net income or loss, on a consolidated basis, for the last 12-month period, before (i) financial expense (income), net; (ii) income tax and social contribution; (iii) depreciation and amortization expenses. For the 2nd and 4th issues, EBITDA is also adjusted for (i) non-operating expenses (income), net and (ii) non-controlling interests. For the 5th issue, EBITDA is also adjusted for (i) stock option costs and (ii) non-recurring expenses. For the 6th issue, EBITDA is also adjusted by impairment.

Additionally, the Company has loans and financings that include certain accelerated maturity events under conditions similar to those applicable to debentures. The Company's management understands that the restrictive clauses applicable to loans, financings and debentures were being complied with at June 30, 2013.

The other information on loans, financings and debentures (individual and consolidated) was not significantly changed compared to that disclosed in Note 12 to the financial statements for the year ended December 31, 2012.

13. OTHER CURRENT AND NON-CURRENT LIABILITIES

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	6/30/2013	12/31/2012	6/30/2013	12/31/2012
Amounts stated separately in current liabilities:				
Accounts payable and net capital deficiency of subsidiaries (Note 7(b))	7,751	8,938	-	-
Other federal taxes	3,670	3,968	6,742	6,978
Municipal tax obligations	1,795	1,682	2,812	2,357
	13,216	14,588	9,554	9,335
Other current liabilities:				
Advances from rental customers	4,587	17,637	4,839	20,055
Insurance premiums for transfer (*)	27,499	29,640	27,679	29,819
Deferred revenues	34	33	6,525	4,045
Other	2,329	6,144	2,629	6,821
	34,449	53,454	41,672	60,740
Total in current liabilities	47,665	68,042	51,226	70,075
Other non-current liabilities:				
Deferred revenues	90	101	14,790	11,931
Other	14,192	13,947	17,835	18,050
	14,282	14,048	32,625	29,981
Total in current and non-current liabilities	**61,947**	**82,090**	**83,851**	**100,056**

(*) Premiums received from customers that contracted insurance for rented cars and that were transferred by Localiza to the insurance company (Note 2.7.11 to the financial statements for the year ended December 31, 2012).

14. PROVISIONS AND ESCROW DEPOSITS

(a) Judicial provisions constituted

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	6/30/2013	12/31/2012	6/30/2013	12/31/2012
Tax	2,163	2,163	5,402	3,912
Social security and labor	21,812	19,317	26,465	23,622
Civil	6,889	5,007	9,335	7,633
Total	**30,864**	**26,487**	**41,202**	**35,167**

(b) Escrow deposits

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	6/30/2013	12/31/2012	6/30/2013	12/31/2012
Tax	9,272	9,218	11,363	11,133
Social security and labor	9,298	8,296	11,108	9,723
Civil	2,476	2,136	2,563	2,186
Total	**21,046**	**19,650**	**25,034**	**23,042**

The other information on Provisions and Escrow Deposits (individual and consolidated) has not significantly changed compared to that disclosed in Note 14 to the financial statements for the year ended December 31, 2012.

15. TAXES ON INCOME - INCOME TAX AND SOCIAL CONTRIBUTION

(a) Deferred income tax and social contribution assets and liabilities

The composition of deferred income tax and social contribution is as follows:

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	6/30/2013	12/31/2012	6/30/2013	12/31/2012
Temporary differences in the deductibility of provisions:				
Allowance for doubtful accounts	2,056	1,044	2,401	3,073
Provisions for contingencies	10,249	8,761	11,611	9,858
Provision for payables to suppliers and others	1,564	1,144	4,175	1,414
Swap transaction with payment on a cash basis	9,054	9,255	8,357	10,136
Tax loss carryfowards	-	-	29	29
Total deferred income tax and social contribution assets - non-current	**22,923**	**20,204**	**26,573**	**24,510**
Car depreciation (*)	61,651	45,695	89,772	72,579
Other	1,312	1,131	11,109	4,228
Total deferred income tax and social contribution liabilities - non-current	**62,963**	**46,826**	**100,881**	**76,807**

(*) Refers to the temporary difference in the calculation of depreciation and residual value, introduced by the new accounting practices (adoption of IFRS). Localiza and its subsidiary Total Fleet continue to calculate, for tax purposes, car depreciation expenses using the depreciation criteria adopted on December 31, 2007. Temporary differences are realized at the end of the useful lives of cars, when they are derecognized.

The realization of deferred income tax and social contribution assets, referring to temporary differences, depends on future events that will permit the deductibility of the related provisions, under the terms of the prevailing tax legislation.

(b) Income tax and social contribution - reconciliation of expenses at statutory and effective rates

The reconciliation between the nominal and effective rates for the six-month periods ended June 30, 2013 and 2012 is as follows:

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	1H13	1H12	1H13	1H12
Pretax income	220,249	73,418	268,844	109,082
Nominal rate	34%	34%	34%	34%
Nominal expense	**(74,885)**	**(24,962)**	**(91,407)**	**(37,088)**
Adjustments to nominal expense:				
Equity in results of subsidiaries	37,397	26,231	-	-
Effect of deduction of interest on capital	10,212	10,150	10,212	10,150
Other, net	(716)	(1,418)	4,608	1,275
Effective expense	**(27,992)**	**10,001**	**(76,587)**	**(25,663)**

The reconciliation between the nominal and effective rates for the three-month periods ended June 30, 2013 and 2012 is as follows:

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	2Q13	2Q12	2Q13	2Q12
Pretax income	117,576	(5,806)	143,763	8,176
Nominal rate	34%	34%	34%	34%
Nominal expense	**(39,976)**	**1,974**	**(48,879)**	**(2,779)**
Adjustments to nominal expense:				
Equity in results of subsidiaries	20,791	10,957	-	-
Effect of deduction of interest on capital	5,259	5,248	5,259	5,248
Other, net	(206)	(1,650)	3,301	78
Effective expense	**(14,132)**	**16,529**	**(40,319)**	**2,547**

Franchising Brasil, Car Rental and Car Assistance calculated, through 1H13, income tax and social contribution under the deemed income regime in the amounts of R$ 1,239 (R$ 1,098 in 1H12), R$ 1,213 (R$ 732 in 1H12) and R$ 1,205 (R$ 832 in 1H12), respectively. For this reason, these companies do not record deferred taxes.

(c) Income tax and social contribution payable

Localiza and its subsidiaries calculate income tax and social contribution under the quarterly taxation regime. The outstanding balance relating to the computation period of the last quarter of each period is as follows:

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	6/30/2013	12/31/2012	6/30/2013	12/31/2012
Income tax and social contribution payable	7,014	8,399	26,934	26,035

The Company's income tax returns are open to review by the tax authorities for a period of five years. Other taxes, fees and contributions are also subject to review, according to applicable legislation.

16. SHAREHOLDER'S EQUITY

(a) Capital

The Extraordinary General Meeting held on April 29, 2013 approved the Company's capital increase of R$ 375,000, from R$ 601,708 to R$ 976,708, with the issue of 10,085,400 new common shares, equivalent to 5% of the Company's share capital, without par value, which were distributed to the shareholders, at no charge, as a bonus, under the terms of article 169 of Law 6,404/76, in the proportion of 1 new share per each lot of 20 shares. With this increase, the total shares of the Company increased from 201,708,000 to 211,793,400. The capital increase occurred through the capitalization of part of the balance or profit reserves, specifically the statutory reserve "Investment reserve".

The share bonus approved at the meeting held on April 29, 2013 was credited on May 7, 2013 to all shareholders included in the Company's records on April 30, 2013.

The shareholdings as of June 30, 2013 and December 31, 2012, and the related reconciliation of the number of outstanding shares after the approved capital increase were as follows:

	Management				
	Founder-partners	Board of Directors and Board of Executive Officers	Treasury shares	Outstanding shares	Number of shares -ON
At December 31, 2012	**61,926,254**	**200,837**	**3,158,349**	**136,422,560**	**201,708,000**
Acquisition (disposal) of shares, net	(76,767)	(7,703)	1,072,200	(987,730)	-
Exercise of stock options with treasury shares	144,898	42,555	(469,159)	281,706	-
Share Bonus	3,096,308	10,381	157,740	6,820,971	10,085,400
At June 30, 2013	**65,090,693**	**246,070**	**3,919,130**	**142,537,507**	**211,793,400**

At a meeting held on December 15, 2011, the Board of Directors approved the launching of the Company's Level I American Depositary Receipts (ADRs) ("ADR Program"). This program did not result in an increase in the Company's share capital or the issue of new shares and its purpose was to amplify the access of foreign investors to the Company, as well as to increase the liquidity of the Company's shares. The Program was approved by CVM - Brazilian Securities Commission - on May 22, 2012 and trading began on June 5, 2012. 714,630 ADRs were issued in the United States as of June 30, 2013.

(b) Interest on capital and dividends

The Company periodically pays interest on capital to shareholders. The Board of Directors' meetings approved the payment of interest on capital as follows:

Approval date	Total amount paid	Amount per share (in R$)	Shareholding date	Payment date
3/8/2013	14,567	0.073362819	3/20/2013	5/3/2013
6/20/2013	15,468 (*)	0.074410472	6/28/2013	8/14/2013
Total 2013	**30,035**			

(*) This interest on capital had not been paid to shareholders as of June 30, 2013.

On February 8, 2013, the Company paid interest on capital approved by the Board of Directors at the meeting held on December 18, 2012, totaling R$ 15,852, equivalent to an amount per share of R$ 0.079835756.

The Ordinary General Meeting approved the payment of dividends to the shareholders in order to complete the minimum mandatory dividend of 25% on the adjusted net income, as follows:

Approval date	Total amount paid	Amount per share (in R$)	Shareholding date	Payment date
4/29/2013	5,143	0.025886386	4/29/2013	6/18/2013

(c) Capital Reserve

(i) Options exercised in the 1st half of 2013

469,159 stock options related to the Stock Purchase Option Programs from 2007 to 2010 were exercised in 1H13, utilizing treasury shares. The weighted average exercise prices of options, as well as the weighted average fair value of Localiza's shares on the vesting date, were as follows:

Program	Number of options exercised	Cost on the grant date	Calculation by the cost value	Weighted average exercise price	Weighted average market price
2007 Program	100,254	R$ 7.09	804	R$ 25.96	R$ 32.35
2008 Program	111,468	R$ 0.88	107	R$ 24.08	R$ 32.62
2009 Program	158,297	R$ 12.21	1,893	R$ 8.54	R$ 32.81
2010 Program	99,140	R$ 12.10	1,028	R$ 23.15	R$ 32.65
Total	**469,159**		**3,832**		

All options were exercised utilizing treasury shares, and, therefore, there was no issuance of new shares by Localiza.

(ii) 3rd Stock Option Plan - Consolidated information

At the Board of Directors meeting held on April 25, 2013, the 2013 Program for the Stock Option Plan was approved, referring to the 3rd Stock Option Plan created in 2011. For the 2013 Program, the Company defined the ratio of 4 options granted for each share invested by the executive.

The value of the share, which is to be acquired by the beneficiaries when exercising the Option, was calculated based on the average quotation of the RENT3, weighted by the volume negotiated over the last 40 trading sessions of the BM&FBOVESPA before the date of payment of the profit sharing. The fair value of shares is estimated on the grant date, based on the Black & Scholes share valuation model, applied separately to each *tranche* of each program.

The vesting period for exercising the options will be as from the third anniversary of the date of the grant of the Stock Options.

	3rd Plan 2013 Program
Approval meeting date	4/25/2013
Number of granted/approved options	412,228
Number of eligible employees	16 (*)
Year of exercise	2016
Starting date of the options exercise	May/2016

(*) The Statutory Directors, Non-statutory Directors and top management are eligible for this program.

The changes in the 2013 Program of Stock Options up to the base date (June 30, 2013) were as follows:

	Beginning of the period		Granting/Approvals			Terminations		Exercises	End of the period	
Year	Eligible	Options	Eligible	Granted / approved options	Exercise price	Leaving eligible	Options returned	Options exercised	Eligible	Outstanding options
2013 Program										
6/30/2013	16	412,228	-	-	34.22	-	-	-	16	412,228

The following weighted average assumptions were utilized for the calculation of the fair value of the stock purchase options:

	3rd Plan 2013 Program
Share price (R$)	34.22
Risk-free	9.00%
Expected annualized volatility (*)	46.67%
Expected dividends	0.36%
Duration of the program in years	3.0
Option fair value on grant date (R$/share)	12.94
Remaining contractual term - Years:	3.0
Remaining remuneration costs (R$/thousand)	2,711

(*) The expected annualized volatility was determined based on the historical volatility of RENT3 shares in the capital market, as from the listing of Localiza's shares in 2005, less the dividends paid in each period.

The consolidated cost of this Program at June 30, 2013 amounted to R$ 151 thousand.

Considering the exercise of these options at June 30, 2013, the percentage dilution of shareholdings applicable to the current shareholders would be 0.19%.

(iii) Treasury shares

The number of treasury shares at June 30, 2013 was 3,919,130 shares (3,158,349 at December 31, 2012), acquired in the ambit of the 1st and 4th repurchase programs approved at the Board of Directors' meetings held on December 18, 2007 and July 19, 2012, respectively.

The cost of acquisition of the treasury shares, including negotiation costs, at June 30, 2013, was as follows:

1st repurchase program: R$ 27,759, net of realizations of R$ 4,843 and an average unit cost of R$ 10.32 (minimum R$ 5.15 and maximum R$ 16.55).

4th repurchase program: 1,072,200 shares were acquired in 2Q13, totaling an acquisition cost of R$ 36,782 and with an average unit cost of R$ 33.64 (minimum R$ 33.52 and maximum R$ 33.78).

The market value of the 3,919,130 shares was R$ 123,845 million at June 30, 2013, (quotation of R$ 31.60 per share).

(d) Statutory reserve and profit retention

The Ordinary General Meeting held on April 29, 2013 approved management's proposal as follows:

i. retention of profit in the amount of R$ 163,201, from the remaining 2012 profit, after the deduction of the legal reserve and mandatory minimum dividends, to ensure funds for fleet renewal, supported by the capital budget reflected in the financial statements for the year ended December 31, 2012, and

ii. capital increase with a portion of the Reserve for Investment, of R$375,000, through stock dividends, as this reserve had attained its statutory limit.

The other information on shareholders' equity (individual and consolidated) was not significantly changed compared to that disclosed in Note 16 to the financial statements for the year ended December 31, 2012.

17. EARNINGS PER SHARE

The methods of calculating basic and diluted earnings per share are the same as those disclosed in Note 17 to the financial statements for the year ended December 31, 2012.

The table below presents the information on the results and on the number of shares utilized in the calculation of basic and diluted earnings per share for each of the reporting periods of the statement of income:

	Individual (BR GAAP) and Consolidated (IFRS and BR GAAP)		Individual (BR GAAP) and Consolidated (IFRS and BR GAAP)	
	1H13	1H12	2Q13	2Q12
Net income for the period	**192,257**	**83,419**	**103,444**	**10,723**
Basic earnings per share (*):				
Weighted average of outstanding shares (in units)	198,730,933	197,917,003	201,771,030	198,278,505
Basic earnings per share (in R$)	**0.96742**	**0.42148**	**0.51268**	**0.05408**
Diluted earnings per share (*):				
Weighted average of outstanding shares (in units)	198,730,933	197,917,003	201,771,030	198,278,505
Dilutive effect of stock options (in units)	783,721	974,872	694,396	918,420
Shares applicable to dilution (in units)	199,514,654	198,891,875	201,771,030	199,196,925
Earnings per share (in R$) - diluted	**0.96362**	**0.41942**	**0.51092**	**0.05383**

(*) According to CPC 41 - Earnings per share, all shares (except treasury shares) are considered for the calculation of the weighted average of the outstanding shares.

18. SEGMENT REPORTING

Operating segments are defined as business areas: (i) which can earn revenues and incur expenses; ii) whose operating results are regularly reviewed by the chief operating decision maker on funds to be allocated to the segment and for the evaluation of its performance; and iii) for which individual financial information is available.

The Company's Management has defined the operating segments based on the reports utilized by the Board of Directors to make strategic decisions. Three operating segments subject to information disclosure were identified, which are separately managed through reports that support the decision-making process. The accounting policies of these operating segments are the same as those described in Note 2 to the financial statements at December 31, 2012.

- Car rental: division responsible for car rentals in branches located in airports and off-airports. Cars are rented to individuals for business or leisure travel and to corporations, including insurance companies and car makers. As part of its fleet renewal program, the Car Rental Division decommissions its cars 12 months after having been used in rentals. The major portion of decommissioned cars is sold directly to the final consumer, through a proprietary network of points

of sale, since this is a less expensive alternative in relation to the discounts requested by other sales intermediation channels.

- Fleet Outsourcing: division responsible for fleet outsourcing to corporations for long-term periods, usually 24 to 36 months. As part of its fleet renewal program, the Fleet Outsourcing Division decommissions its cars at the end of the contract with the customer. Decommissioned cars are sold to the final consumers through a proprietary network of points of sale and car retailers.

- Franchising: division responsible for the management and granting of the right to use Localiza's brand, including the transfer of the know-how required to operate the business.

(a) Operating segment financial information

(i) Consolidated assets and liabilities by operating segment are as follows:

	Car rental		Fleet outsourcing		*Franchising*		Unallocated balances		Eliminations		Consolidated (IFRS and BR GAAP)	
	6/30/2013	12/31/2012	6/30/2013	12/31/2012	6/30/2013	12/31/2012	6/30/2013	12/31/2012	6/30/2013	12/31/2012	6/30/2013	12/31/2012
Assets												
Cash and cash equivalents	-	-	-	-	-	-	853,955	823,866	-	-	853,955	823,866
Accounts receivable	297,867	297,345	75,228	61,863	12,356	9,214	-	-	(3,464)	(3,284)	381,987	365,138
Decommissioning cars for fleet renewal	166	26	14,010	13,251	-	-	-	-	-	-	14,176	13,277
Property and equipment	2,006,332	1,836,479	863,955	868,592	148	158	-	-	-	-	2,870,435	2,705,229
Other assets	149,160	168,222	16,970	11,817	3,391	3,446	-	-	(2,484)	(45,087)	167,037	138,398
Total Assets	**2,453,525**	**2,302,072**	**970,163**	**955,523**	**15,895**	**12,818**	**853,955**	**823,866**	**(5,948)**	**(48,371)**	**4,287,590**	**4,045,908**
Liabilities												
Trade payables	399,452	305,539	55,280	53,131	382	791	-	-	(3,395)	(3,309)	451,719	356,152
Loans, financing and debentures	-	-	-	-	-	-	2,041,878	2,055,091	-	-	2,041,878	2,055,091
Other liabilities	246,354	248,979	76,036	95,142	19,225	18,060		-	(9,962)	(52,269)	331,653	309,912
Total liabilities	**645,806**	**554,518**	**131,316**	**148,273**	**19,607**	**18,851**	**2,041,878**	**2,055,091**	**(13,357)**	**(55,578)**	**2,825,250**	**2,721,155**
Equity	**-**	**-**	**-**	**-**	**-**	**-**	**1,462,340**	**1,324,753**	**-**	**-**	**1,462,340**	**1,324,753**
Total liabilities and equity	**645,806**	**554,518**	**131,316**	**148,273**	**19,607**	**18,851**	**3,504,218**	**3,379,844**	**(13,357)**	**(55,578)**	**4,287,590**	**4,045,908**

LOCALIZA RENT A CAR S.A. AND SUBSIDIARIES

Notes to the interim financial information for the period ended June 30, 2013

(All amounts in thousands of Brazilian Reais, unless otherwise indicated)

(ii) Consolidated statements of income by operating segment are as follows:

	Car rental		Fleet outsourcing		*Franchising*		Amounts not allocated		Consolidated (IFRS and BR GAAP)	
	1H13	1H12	1H13	1H12	1H13	1H12	1H13	1H12	1H13	1H12
Net revenue	1,188,319	1,159,914	408,634	396,258	9,477	8,050	-	-	1,606,430	1,564,222
Costs	(844,092)	(919,042)	(254,581)	(272,398)	(4,238)	(4,383)	(2,713)	(1,798)	(1,105,624)	(1,197,621)
Gross profit	**344,227**	**240,872**	**154,053**	**123,860**	**5,239**	**3,667**	**(2,713)**	**(1,798)**	**500,806**	**366,601**
Operating expenses:										
Selling	(118,129)	(110,854)	(18,099)	(17,899)	(49)	(54)	1,284	958	(134,993)	(127,849)
General, administrative and other expenses	(43,963)	(41,349)	(10,327)	(11,467)	-	(16)	1,429	840	(52,861)	(51,992)
Result before financial expenses, net	**182,135**	**88,669**	**125,627**	**94,494**	**5,190**	**3,597**	**-**	**-**	**312,952**	**186,760**
Financial expenses, net									(44,108)	(77,678)
Net income before taxes									**268,844**	**109,082**
Income tax and social contribution									(76,587)	(25,663)
Net income for the period									**192,257**	**83,419**

	Car rental		Fleet outsourcing		*Franchising*		Amounts not allocated		Consolidated (IFRS and BR GAAP)	
	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12
Net revenue	601,102	591,163	207,086	194,190	4,938	4,126	-	-	813,126	789,479
Costs	(426,426)	(507,761)	(123,989)	(141,594)	(2,164)	(2,360)	(1,412)	(892)	(553,991)	(652,607)
Gross profit	**174,676**	**83,402**	**83,097**	**52,596**	**2,774**	**1,766**	**(1,412)**	**(892)**	**259,135**	**136,872**
Operating expenses:										
Selling	(59,859)	(57,408)	(8,742)	(8,101)	(32)	(28)	643	463	(67,990)	(65,074)
General, administrative and other expenses	(21,899)	(23,495)	(5,144)	(6,456)	-	(1)	769	429	(26,274)	(29,523)
Result before financial expenses, net	**92,918**	**2,499**	**69,211**	**38,039**	**2,742**	**1,737**	**-**	**-**	**164,871**	**42,275**
Financial expenses, net									(21,108)	(34,099)
Net income before taxes									**143,763**	**8,176**
Income tax and social contribution									(40,319)	2,547
Net income for the period									**103,444**	**10,723**

The Company operates in Brazil and in another eight South American countries; however, its revenues derive mainly from its operations in the Brazilian market. The composition of consolidated net revenues, in Brazil and abroad, is as follows:

	Consolidated (IFRS and BR GAAP)		Consolidated (IFRS and BR GAAP)	
	1H13	1H12	2Q13	2Q12
Brazilian operations	1,600,626	1,559,127	810,086	787,627
Export revenue	5,479	4,835	2,870	1,733
Foreign operations	325	260	170	119
Net revenue	**1,606,430**	**1,564,222**	**813,126**	**789,479**

Consolidated depreciation and amortization expenses, per operating segment, are as follows:

	Consolidated (IFRS and BR GAAP)			
	1H13	1H12	2Q13	2Q12
Car rental:				
Car depreciation	35,680	142,195	17,275	115,595
Depreciation of other property and equipment and amortization of intangible assets	16,746	14,806	8,485	7,692
Fleet outsourcing:				
Car depreciation	76,168	81,063	34,101	49,691
Depreciation of other property and equipment and amortization of intangible assets	518	552	254	289
Franchising:				
Depreciation of other property and equipment and amortization of intangible assets	221	212	111	106
Total depreciation and amortization expenses	**129,333**	**238,828**	**60,226**	**173,373**

19. REVENUES

The reconciliation between gross and net revenue in the statement of income is as follows:

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	1H13	1H12	1H13	1H12
Gross revenue	1,179,581	1,150,350	1,650,166	1,599,878
Deductions:				
Discounts	(5,609)	(5,019)	(11,366)	(5,772)
Income tax and social contribution	(17,948)	(16,105)	(32,370)	(29,884)
Net revenue	**1,156,024**	**1,129,226**	**1,606,430**	**1,564,222**

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	2Q13	2Q12	2Q13	2Q12
Gross revenue	595,686	585,357	834,642	806,861
Deductions				
Discounts	(2,625)	(2,703)	(6,081)	(3,069)
Income tax and social contribution	(8,414)	(7,473)	(15,435)	(14,313)
Net revenue	**584,647**	**575,181**	**813,126**	**789,479**

The composition of net revenue recognized in each significant category is as follows:

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	1H13	1H12	1H13	1H12
Revenue from car rentals	538,888	510,637	563,568	532,292
Revenues from fleet outsourcing	-	-	288,831	261,245
Franchising	318	260	9,477	8,050
Cars disposed for fleet renewal	616,818	618,329	744,554	762,635
Net revenue	**1,156,024**	**1,129,226**	**1,606,430**	**1,564,222**

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	2Q13	2Q12	2Q13	2Q12
Revenue from car rentals	267,807	252,880	280,362	264,350
Revenues from fleet outsourcing	-	-	147,069	131,714
Franchising	163	119	4,938	4,126
Cars disposed for fleet renewal	316,677	322,182	380,757	389,289
Net revenue	**584,647**	**575,181**	**813,126**	**789,479**

20. INFORMATION ON THE NATURE OF COSTS AND OPERATING EXPENSES AND DEPRECIATION AND AMORTIZATION RECOGNIZED IN THE STATEMENT OF INCOME

The information on the nature of costs and operating expenses and depreciation and amortization recognized in the statement of income is as follows:

	Costs				General and Administrative, Advertising and Sales, and Other			
	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)		Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	1H13	1H12	1H13	1H12	1H13	1H12	1H13	1H12
Cost of cars sold	(528,584)	(540,738)	(625,485)	(659,783)	-	-		-
Depreciation of cars	(35,680)	(142,195)	(111,848)	(223,258)	-	-		-
Car maintenance, Road Tax (IPVA) and others	(103,905)	(90,138)	(155,652)	(144,004)	-	-		-
Depreciation and amortization of other property and equipment and intangible assets	(8,340)	(7,426)	(8,645)	(7,635)	(8,838)	(7,926)	(8,840)	(7,935)
Salaries and charges	(79,478)	(66,264)	(93,218)	(76,794)	(56,249)	(48,708)	(81,844)	(76,204)
Profit sharing	(9,928)	(8,478)	(12,510)	(10,720)	(8,819)	(8,019)	(12,126)	(11,333)
Third-party services	(9,809)	(10,275)	(11,265)	(11,534)	(15,441)	(16,795)	(15,724)	(17,328)
Property rental and others	(38,670)	(31,594)	(40,134)	(31,893)	(20,646)	(17,819)	(20,646)	(17,819)
Commissions	-	-	-	-	(13,256)	(9,026)	(13,670)	(9,448)
Publicity	-	-	-	-	(12,765)	(19,574)	(12,766)	(19,591)
Others	(37,958)	(30,315)	(46,867)	(32,000)	(14,614)	(18,139)	(22,238)	(20,183)
	(852,352)	**(927,423)**	**(1,105,624)**	**(1,197,621)**	**(150,628)**	**(146,006)**	**(187,854)**	**(179,841)**

LOCALIZA RENT A CAR S.A. AND SUBSIDIARIES

Notes to the interim financial information for the period ended June 30, 2013

(All amounts in thousands of Brazilian Reais, unless otherwise indicated)

	Costs				General and Administrative, Advertising and Sales, and Other			
	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)		Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12	2Q13	2Q12
Cost of cars sold	(270,862)	(276,558)	(319,180)	(332,157)	-	-	-	-
Depreciation of cars	(17,275)	(115,595)	(51,376)	(165,286)	-	-	-	-
Car maintenance, IPVA and others	(49,409)	(46,517)	(76,637)	(72,441)	-	-	-	-
Depreciation and amortization of other property and equipment and intangible assets	(4,256)	(3,759)	(4,414)	(3,919)	(4,438)	(4,210)	(4,436)	(4,168)
Salaries and charges	(40,437)	(33,289)	(47,553)	(39,319)	(29,149)	(25,546)	(41,374)	(40,788)
Profit sharing	(4,707)	(4,110)	(6,061)	(5,652)	(4,253)	(4,365)	(5,464)	(5,676)
Third-party services	(4,834)	(5,293)	(5,615)	(6,122)	(7,680)	(9,215)	(7,829)	(9,403)
Property rental and others	(19,266)	(14,970)	(20,371)	(14,751)	(10,286)	(9,036)	(10,286)	(9,036)
Commissions	-	-	-	-	(5,641)	(4,129)	(5,859)	(4,332)
Publicity	-	-	-	-	(7,650)	(11,287)	(7,651)	(11,295)
Others	(19,372)	(11,098)	(22,784)	(12,960)	(7,321)	(9,006)	(11,365)	(9,899)
	(430,418)	**(511,189)**	**(553,991)**	**(652,607)**	**(76,418)**	**(76,794)**	**(94,264)**	**(94,597)**

21. FINANCIAL RESULTS

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	1H13	1H12	1H13	1H12
Finance income				
Interest income from financial investments	23,500	24,775	29,016	31,478
Other interest income, net of reversals	2,063	447	2,702	928
	25,563	**25,222**	**31,718**	**32,406**
Financial expenses				
Interest expense on loans, financing and debentures	(66,470)	(83,633)	(72,932)	(109,389)
Other interest expenses	(1,882)	(1,118)	(2,894)	(695)
	(68,352)	**(84,751)**	**(75,826)**	**(110,084)**
Financial expenses, net	**(42,789)**	**(59,529)**	**(44,108)**	**(77,678)**

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	2Q13	2Q12	2Q13	2Q12
Financial income				
Interest income from financial investments	12,614	13,079	16,032	16,543
Other interest income, net of reversals	1,128	910	1,486	1,131
	13,742	**13,989**	**17,518**	**17,674**
Financial expenses				
Interest expense on loans, financing and debentures	(34,644)	(39,024)	(37,157)	(51,627)
Other interest expenses	(485)	(196)	(1,469)	(146)
	(35,129)	**(39,220)**	**(38,626)**	**(51,773)**
Financial expenses, net	**(21,387)**	**(25,231)**	**(21,108)**	**(34,099)**

22. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The carrying amounts of financial assets and liabilities segregated by category are as follows:

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	6/30/2013	12/31/2012	6/30/2013	12/31/2012
Financial assets:				
Loans and receivables measured at amortized cost:				
Cash and cash equivalents (note 4)	678,552	713,017	853,955	823,866
Accounts receivable (Note 5)	291,821	291,414	381,987	365,138
Escrow deposits (Note 14(b))	21,046	19,650	25,034	23,042
Financial liabilities:				
Other financial liabilities measured at amortized cost:				
Trade payables (Note 10)	398,165	304,601	451,719	356,152
Loans, financing and debentures (Note 12)	1,805,136	1,822,574	2,041,878	2,055,091

(a) Risk management

In the normal course of its operations, the Company is exposed to the following risks related to its financial instruments: (i) market risk; (ii) credit risk, and (iii) liquidity risk.

The Company's risk management is carried out by the Audit and Risk Management Committee, a body created in 2007 by the Board of Directors, which is responsible for identifying and monitoring the Company's main risk factors. Additionally, the process of identification, analysis and monitoring of risks is realized by the Board of Directors, which has powers to make decisions on the strategies to be adopted by the Company.

(i) Market risk

The market risk is the risk that the fair value or future cash flows of a certain financial instrument fluctuates due to variations in interest rates. The purpose of market risk management is to ensure that the Company is exposed only to acceptable risk levels in the context of its operations, in conformity with CPC 40.

The Company's financial instruments that are affected by the market risk include: i) cash and cash equivalents and ii) loans, financing and debentures.

- **Interest rate risk** - interest rate risk is the risk that the fair value or future cash flows of a certain financial instrument fluctuate due to market interest rate variations.

  The Company utilizes the resources generated by its operations to conduct its daily business activities, and finance the renewal of its fleet and part of its growth. To complement its cash requirements for growth, or to settle debts and improve the debt profile, the Company obtains loans and financing from major financial institutions in Brazil, and issues debt securities, that are mostly indexed to the CDI fluctuation. The inherent risk arises from the possibility of significant increases in the CDI.

As a strategy to manage interest rate risk, Management continuously monitors the market expectation regarding the CDI variation in order to, if necessary, adjust rental charges to mitigate any increase.

Fleet outsourcing contracts vary from 24 to 36 months and include an annual adjustment clause based on the inflation rate. As the outsourcing contracts cannot be adjusted based on the basic interest rate variation, the Company and its wholly-owned subsidiary Total Fleet contracted swap operations exchanging the CDI variation for a fixed rate for protection against the risk of losing profitability on outsourcing contracts and to maintain competitiveness. The volume in swaps of fixed rates, added to the car leasing transactions at a fixed rate, totaled R$ 426,114 at June 30, 2013, which corresponded to the total leverage with third-party capital in the fleet outsourcing business.

As required by CVM 475/08, the Company effected sensitivity tests for adverse scenarios (deterioration CDI rate by 25% or 50% higher than the probable scenario), considering the following assumptions:

- The Company's net debt totaled R$ 1,187,923 at June 30, 2013, of which R$ 426,114, with fixed cost at an average rate of 9.75% per annum, is excluded, which refers to the leasing transactions contracted at a fixed rate and the amounts corresponding to the hedge realized in the contracting of swap transactions, changing the rates indexed to the CDI for fixed rates, which resulted the net debt subject to the CDI rate variation totaling R$ 761,809 at June 30, 2013.

- The market expectation for the base date of June 30, 2013, according to data from the Focus Bulletin issued by the Brazilian Central Bank, is an estimated effective average CDI rate of 7.20%, considered as the likely scenario for 2013, against the effective rate of 9.25% in the twelve-month period ended June 30, 2013.

	Consolidated (IFRS and BR GAAP)		
Description	**Probable scenario (*)**	**Scenario I - 25% deterioration**	**Scenario II - 50% deterioration**
Net debt at June 30, 2013 (letter (b) item (i))	**1,187,923**	**1,187,923**	**1,187,923**
(-) Leasing at a fixed rate and amounts hedged with swap for a fixed rate (Note 12 and Note 22 item (d))	(426,114)	(426,114)	(426,114)
Net debt subject to the CDI variation	**761,809**	**761,809**	**761,809**
Effective CDI rate for the twelve-month period ended 6/30/2013	7.20%	7.20%	7.20%
Estimated annual CDI rate, according to stress scenarios	9.25%	11.56%	13.88%
Effect on financial expenses:			
- according to effective rates	(54,850)	(54,850)	(54,850)
- according to scenarios	(70,467)	(88,065)	(105,739)
Annual (increase) in financial expenses	**(15,617)**	**(33,215)**	**(50,889)**

(*) As required by IFRS 7, management understands that the 9.25% rate corresponds to the likely scenario for the next 12 months, according to the Focus Bulletin of the Brazilian Central Bank issued on June 28, 2013.

- **Foreign exchange risk** - the Company has exposure to foreign exchange because it has loans in foreign currency of R$ 293,000 (notional reference amount).

  Funding transactions in foreign currency are matched which consist formally, for each one of them, of a loan agreement and a swap transaction contract, with the same maturity and counterparty and that should be simultaneously settled by a single net value. Therefore, management understands that, in essence, both transactions represent a loan denominated in local currency plus a determined interest rate. Therefore, the accounting treatment and respective disclosures reflect the substance of the transactions.

- **Credit risk -** the credit risk is the risk that a counterparty does not comply with its contractual obligations, thereby causing the Company to incur financial losses. The Company's credit risk basically arises from the trade accounts receivable and cash and cash equivalents deposited in banks and other major financial institutions.

  The maximum exposure to the Company's credit risk, based on the book value of the underlying financial assets, is as follows:

	Individual (BR GAAP)		Consolidated (IFRS and BR GAAP)	
	6/30/2013	12/31/2012	6/30/2013	12/31/2012
Loans and receivables				
Cash and cash equivalents:				
Short-term investments				
Aaa.br (Moody´s scale)	676,763	705,267	850,980	811,022
Cash and banks	1,789	7,750	2,975	12,844
Total cash and cash equivalents	678,552	713,017	853,955	823,866
Accounts receivable	291,821	291,414	381,987	365,138
	970,373	**1,004,431**	**1,235,942**	**1,189,004**

Cash and cash equivalents - the credit risk in balances with banks and other financial institutions is managed by the Company's Finance Department, according to policies defined by the Board of Directors, the purpose of which is to minimize risk concentration and, therefore, minimize a potential financial loss in the case of bankruptcy of a counterparty.

As determined by the Board of Directors, the Finance Director must make investments in financial institutions with an equity above R$ 3 billion. Short-term investments greater than 20% of the funds available can only be made in financial institutions with an equity above R$ 10 billion. The maximum investment amount per bank is limited to 40% of the total funds available for investment.

Trade receivables - the management of the credit risk related to trade receivables is constantly monitored by the Company, which has established control policies.

The Company reduces its credit risk by operating significantly with credit cards for car rentals, mainly in transactions with individuals. As at June 30, 2013, two of the largest credit card administrators represented 16.7% and 13.0%, individually, of the Company's trade receivables balance. The credit risk in transactions with legal entities for car rentals and fleet outsourcing (fleet rentals) is reduced by regulations for the concession of credit limits, based on the analysis of the financial position of the customer and on past experience. The financial position of customers is periodically monitored in order to evaluate and adjust, if necessary, the credit limit previously granted. The credit risk in the sale of decommissioned cars is reduced through the utilization of financing companies and/or lease companies with renowned financial and liquidity capacities. Sales to resellers are secured by surety or guarantee.

Additionally, the management of credit risk includes the periodic analysis of the recoverability of trade receivables, in which the need to constitute an allowance for doubtful accounts is analyzed in order to adjust the receivables to their probable realizable values.

The concentration of credit risk is limited because of the broad customer base. All operations and customers are located in Brazil, and there is no customer that individually represents more than 10% of the Company's revenues.

iii) Liquidity risk

The liquidity risk is the risk of the Company not having sufficient funds to settle its obligations as they fall due. The management of the liquidity risk is carried out to ensure that the Company has the necessary funds to settle its financial liabilities at the maturity dates.

The management of the liquidity risk is carried out by the Finance Department and monitored by the Board of Directors. Liquidity risk management is conducted considering funding requirements and the management of liquidity in the short, medium and long terms. The Company manages the liquidity risk by maintaining adequate financial resources available in cash and cash equivalents, based on the ongoing monitoring of estimated and actual cash flows, and the combination of the maturity profiles of financial assets and financial liabilities. The Company seeks to maintain in cash the minimum amount sufficient to honor debts with suppliers and car manufacturers, as well as for interest falling due in the following 3 or 4 months.

The debt profile was very comfortable at June 30, 2013, represented by the principal amounts, and there was no concentration of maturity in any maturity period of the debt. The balance at June 30, 2013 of cash and cash equivalents was more than adequate to settle the debt falling due in 2013, 2014 and 2015.

The Car Rental Division fleet is adjusted according to the demand. The Company can increase its liquidity by selling part of its fleet on a decrease in the demand for rentals. This flexibility was proven during the global financial crisis in 2008, when the Company ceased purchases of cars for 6 months and substantially increased its cash, enabling the prepayment of debt. In order to strengthen its capacity for the renewal of fleet, the Company has its own network stores for the sale of decommissioned cars.

Furthermore, management considers that the access to third party credit is facilitated, considering the investment grade rating for the corporate credit of Localiza according to the main market rating agencies, as follows:

Rating agency	Global scale	National scale (Brazil)
Standard & Poor's	BBB- / Stable	brAAA / Stable
Fitch Ratings	BBB- / Positive	AA+(bra) / Positive
Moody's	Baa3 / Stable	Aa1.br / Stable

The analysis of the undiscounted contractual cash flows of loans, financing and debentures, in accordance with the table below, considers the interest rate contracted for each transaction and the maintenance of the official interest rate (SELIC) of 7.72% as at June 30, 2013.

	Individual (BRGAAP)							
	2013	2014	2015	2016	2017	2018	2019	Total
Debentures - 2nd issue	71,517	71,963	-	-	-	-	-	**143,480**
Debentures - 4th issue	14,151	86,355	81,205	86,838	126,827	-	-	**395,376**
Debentures - 5th issue	21,731	40,229	39,939	279,873	259,903	-	-	**641,675**
Debentures - 6th issue	12,963	24,359	24,216	54,314	51,706	139,215	129,726	**436,499**
Commercial Credit Notes (NCC)	37,557	66,205	81,680	20,757	-	-	-	**206,199**
Swap LL	79	1,076	-	-				**1,155**
Leases	1,131	1,666	1,040	222	-	-	-	**4,059**
Loans in foreign currency/swap	4,837	8,895	49,067	339,437	43,226	-	-	**445,462**
Total	**163,966**	**300,748**	**277,147**	**781,441**	**481,662**	**139,215**	**129,726**	**2,273,905**

	Consolidated (IFRS and BRGAAP)							
	2013	2014	2015	2016	2017	2018	2019	Total
Debentures - 2nd issue	71,517	71,963	-	-	-	-	-	**143,480**
Debentures - 4th issue	14,151	86,355	81,205	86,838	126,827	-	-	**395,376**
Debentures - 5th issue	21,731	40,229	39,939	279,873	259,903	-	-	**641,675**
Debentures - 6th issue	12,963	24,359	24,216	54,314	51,706	139,215	129,726	**436,499**
Commercial Credit Notes (NCC)	43,019	89,373	103,765	35,864	26,562	32,056	56,054	**386,693**
Swap TF	626	3,413						**4,039**
Swap LL	79	1,076						**1,155**
Leases	49,177	65,920	8,683	222	-	-	-	**124,002**
Loans in foreign currency/swap	4,837	8,895	49,067	339,437	43,226	-	-	**445,462**
Total	**218,100**	**391,583**	**306,875**	**796,548**	**508,224**	**171,271**	**185,780**	**2,578,381**

(b) Capital management

The Company's business requires intensive long-term capital to finance the fleet, with the objective of implementing its expansion strategy. The main objectives of capital management are:

- Ensuring the operating continuity of the Company;
- Maintaining an adequate debt profile;
- Ensuring a robust credit rating; and
- Maximizing shareholders' returns.

The Company's Management continuously monitors capital management, adjusting its capital structure to the current economic conditions.

The Company is subject to external capital requirements, according to the accelerated maturity clauses of its debenture issues, that require the maintenance of certain financial ratios. See Note 12(a) to the financial statements for the year ended December 31, 2012.

(i) Debt ratio

Capital monitoring is realized based on the Company's indebtedness level, which corresponds to net debt divided by equity. Net debt, in turn, is defined by the Company as short- and long-term debts less cash and cash equivalents. The Company's overall capital management strategy has remained unchanged over the last two years.

The table below presents the Company's debt ratios:

	Consolidated (IFRS and BR GAAP)	
	6/30/2013	12/31/2012
Short- and long-term debts (Note 12)	2,041,878	2,055,091
Cash and cash equivalents (note 4)	(853,955)	(823,866)
Net debt	**1,187,923**	**1,231,225**
Equity	1,462,340	1,324,753
Debt ratio	**0.81**	**0.93**
Value of the fleet	**2,716,991**	**2,547,547**
Net debt x value of the fleet	**0.44**	**0.48**

(c) Fair value of financial instruments:

In transactions involving financial instruments, differences were identified between the carrying amounts and the fair values of loans, financing and debentures, as these instruments have extended payment terms and differentiated costs in relation to the rates practiced for similar contracts at the reporting dates.

The estimated carrying amounts and fair values of loans, financing and debentures are calculated based on models that utilize observable inputs and future assumptions about interest rates, among other applicable variables. The rates used are obtained from financial institutions for transactions with similar conditions or based on market information, when available. Fair values are calculated by projecting the future flows of transactions based on the projection of the interest rate curves, discounted to present value utilizing indicative data on prices and benchmark rates available in the market or based on premium payment conditions on the occurrence of the early optional redemption established in the debenture deed of each issue. The estimated fair values are as follows:

	Individual (BR GAAP)				Consolidated (IFRS and BR GAAP)			
	Carrying amount		Fair value		Carrying amount		Fair value	
	6/30/2013	12/31/2012	6/30/2013	12/31/2012	6/30/2013	12/31/2012	6/30/2013	12/31/2012
Financial liabilities - other financial liabilities:								
Loans, financing and debentures	1,805,136	1,822,574	1,789,624	1,812,511	2,041,878	2,055,091	2,026,367	2,045,028

Management understands that the carrying amounts of other financial instruments, such as cash and cash equivalents, trade receivables and trade payables, which are recognized in the individual and consolidated financial statements, do not differ significantly from their fair values, as the maturity dates of a substantial portion of the balances are close to the reporting date.

(d) Derivatives

The Company was party to two swap transactions (plain vanilla) at June 30, 2013, only for purposes of protection against the respective foreign currency-denominated loans. Both transactions were entered into with major financial institutions.

The specific characteristics of each swap transaction, as well as their respective notional amounts, are as follows:

						Individual (BR GAAP) and Consolidated (IFRS and BR GAAP)		
						6/30/2013		
				Rates		Notional amount		(Payables) receivables
Swap transaction	Contract date	Maturity	Counterparty	Assets	Liabilities	R$ thousand	US$ 000	R$ thousand
US dollar x Reais	6/29/2010 to 11/16/2011	5/25/2016 to 8/16/2017	Brazilian Banks	US dollar fluctuation + coupon of 1.60% p.a. to 6.44% p.a. + 3-month LIBOR	102.5% to 114.7% of the CDI fluctuation	293,000	170,506	62,385

The amounts payable/receivable are presented together with the balances of the respective loans (see Note 12).

CDI X Fixed rate

Fleet outsourcing contracts vary from 24 to 36 months and include an annual adjustment clause based on the inflation rate. As the outsourcing contracts cannot be adjusted based on the basic interest rate variation, Total Fleet contracted swap operations exchanging the CDI variation for a fixed rate for protection against the CDI rate variation.

						Individual (BR GAAP) and Consolidated(IFRS and BR GAAP)	
						6/30/2013	
				Rates		Notional amount	(Payables)/receivables
Swap transaction	Contract date	Maturity	Counterparty	Assets	Liabilities	R$ thousand	R$ thousand
CDI x Fixed rate	6/15/2012 and 11/5/2012	7/31/2013 to 12/15/2014	*Sundry Banks*	109.7% and 113.8% of the variation of CDI	8.1% p.a. to 9.55% p.a.	350,870 (*)	4,929

(*) The short position of swaps (fixed rate) corresponded *to* R$ 363,486 at June 30, 2013.

23. FINANCE LEASES

The information on finance leases (individual and consolidated) has not significantly changed compared to that disclosed in Note 23 to the financial statements for the year ended December 31, 2012. The variation presented in this account is due to the increase in this type of financing in 1H13.

24. RENTAL COMMITMENTS

The information on rental obligations (individual and consolidated) has not significantly changed compared to that disclosed in Note 24 to the financial statements for the year ended December 31, 2012.

25. PENSION PLAN

The information on the pension plan (individual and consolidated) has not significantly changed compared to that disclosed in Note 25 to the financial statements for the year ended December 31, 2012.

26. APPROVAL OF THE INTERIM FINANCIAL INFORMATION

This individual and consolidated interim financial information were approved and authorized for issuance by the Board of Directors on July 25, 2013.

* * *

Comments on the behavior of business projections

The Company did not disclose projections.

Other information considered relevant by the Company

1. SOCIAL REPORT

The Company's Consolidated Social Report for the six-month periods ended June 30, 2013 and 2012 is as follows:

	Consolidated					
1. Calculation basis for social indicators	**6/30/2013**			**6/30/2012**		
Net revenue (NR)	1,606,430			1,564,222		
Earnings before taxes (EBT)	268,844			109,082		
Gross payroll (GP)	171,562			147,254		
2. Internal social indicators	**6/30/2013**			**6/30/2012**		
	Amount	**% on GP**	**% on NR**	**Amount**	**% on GP**	**% on NR**
Meals	10,768	6%	1%	7,680	5%	0%
Compulsory social charges	36,704	21%	2%	32,595	22%	2%
Health care	8,771	5%	1%	5,984	4%	1%
Training and professional development	5,114	3%	0%	5,026	3%	0%
Day care center or child care allowance	194	0%	0%	167	0%	0%
Profit sharing	24,636	14%	2%	22,053	15%	1%
Other	6,793	5%	0%	7,201	6%	1%
Total - Internal social indicators	**92,980**	**54%**	**6%**	**80,706**	**55%**	**5%**
3. External Social indicators	**6/30/2013**			**6/30/2012**		
	Amount	**% on EBT**	**% on NR**	**Amount**	**% on EBT**	**% on NR**
Education	200	0%	0%	186	0%	0%
Culture	924	1%	0%	740	1%	0%
Other	40	0%	0%	186	0%	0%
Total contributions to society	1,164	1%	0%	1,112	1%	0%
Taxes (excluding social charges)	143,409	53%	9%	82,540	76%	5%
Total - External social indicators	**144,573**	**54%**	**9%**	**83,652**	**77%**	**5%**

4. Employee Indicators	**6/30/2013**	**6/30/2012**
Headcount at the end of the period	5,824	5,385
Number of employees hired during the period	375	806
Number of outsourced employees	216	93
Number of interns	36	42
Number of employees above age 45	476	399
Number of women working in the company	2,700	2,927
% of supervisory positions held by women	46.37%	52.8%
Number of Afro- Brazilians working at the company	4,221	3,611
% of management positions held by Afro- Brazilians	49.35%	43.07%
Number of people with disability or special needs	42	51

Other information considered relevant by the Company

	6/30/2013			Goals 2013		
5. Relevant information regarding corporate citizenship						
Highest/lowest remuneration ratio			73.03 (*)			80.00 (*)
Total number of occupational accidents during the period			19			-
- The social and environmental projects developed by the Company were established by	( )directors	( ) directors and managers	(x) all employees	( )directors	( ) directors and managers	(x) all employees
- The safety and health standards in the workplace were established by	( ) directors and managers	( ) all employees	(x) all + Cipa	( ) directors and managers	( ) all employees	(x) all + Cipa
- Regarding union freedom, right to collective bargaining and internal workers representation, the company	( ) is not involved	(x) follows the standards of the International Labor Organization (ILO)	( ) encourages and follows the standards of the ILO	( ) will not be involved	(x) will follow the standards of the ILO	( ) will encourage and follow the standards of the ILO
- The profit sharing plan covers	( )directors	( ) directors and managers	(X) all employees	( )directors	( ) directors and managers	(x) all employees
- In selecting suppliers, the same ethical, social responsibility and environmental standards adopted by the Company	(x) are not considered	( ) are suggested	( ) are required	(x) are not considered	( ) will be suggested	( ) will be required
- As to the participation of employees in volunteer work programs, the company	( ) is not involved	( ) supports	(x) organizes and encourages	( ) will not be involved	( ) supports	(x) will organize and encourage
- Total number of complaints and criticisms from consumers	In the company (**)	In Procon 397	In court 2,661	In the company (**)	In Procon NA	In court NA
- % of complaints and criticisms from customers handled or solved	In the company (**)	In Procon 43.58%	In court 29.65%	In the company (**)	In Procon NA	In court NA

(*) To calculate the ratio between the highest and lowest remuneration paid by the Company, the head office salaries were utilized (Belo Horizonte).
(**) The customer assistance are attends calls referring to mechanical problems, accidents, doubts about billings, as well as praises and complaints. The Company does not have a record of the number of calls concerning only complaints.

(A free translation of the original in Portuguese)

Opinions and representations / Report on review of quarterly information - without exceptions

Report on review of quarterly information

Report on review of interim financial information

To the Board of Directors and Shareholders
Localiza Rent a Car S.A.

Introduction

We have reviewed the accompanying parent company and consolidated interim accounting information of Localiza Rent a Car S.A., included in the Quarterly Information Form (ITR) for the quarter ended June 30, 2013, comprising the balance sheet as at that date and the statements of income for the quarter and six-month period then ended, and the statements of changes in equity and cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of the parent company interim financial information in accordance with the accounting standard CPC 21, Interim Financial Reporting, of the Brazilian Accounting Pronouncements Committee (CPC), and of the consolidated interim accounting information in accordance with CPC 21 and the 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 financial information based on our review.

Scope of 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 financial 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.

Opinions and representations / Report on review of quarterly information - without exceptions

Report on review of quarterly information

Conclusion on the parent company interim information

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

Conclusion on the consolidated interim information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated interim financial 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.

Other matters

Statements of value added

We have also reviewed the parent company and consolidated statements of value added for the six-month period ended June 30, 2013. These statements are the responsibility of the Company's management, and are required to be presented in accordance with standards issued by the CVM applicable to the preparation of Quarterly Information (ITR) and are considered supplementary information under IFRS, which do not require the presentation of the 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.

Belo Horizonte, August 1, 2013

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

Guilherme Campos e Silva
Contador CRC 1SP218254/O-1 "S" MG