Summary

Company Date
Composition of Capital stock 1
Dividends declared and/or paid out and after quarter 2

INDIVIDUAL STATEMENTS
Balance Sheets – Assets 3
Balance Sheets – Liabilities and Shareholders' Equity 4
Statements of Income 5
Statements of Comprehensive Income 6
Statements of Cash Flow 7
Statements of Changes in Shareholders' Equity
Equity - 01/01/2012 to 09/30/2012 8
Equity - 01/01/2011 to 09/30/2011 9
Statements Value Added 10

CONSOLIDATED STATEMENTS
Balance Sheets – Assets 11
Balance Sheets – Liabilities and Shareholders' Equity 12
Statements of Income 13
Statements of Comprehensive Income 14
Statements of Cash Flow 15
Statements of Changes in Shareholders' Equity
Equity - 01/01/2012 to 09/30/2012 16
Equity - 01/01/2011 to 09/30/2011 17
Statements Value Added 18

Management Report / Business Performance Analysis 19

Explanatory Notes 24

Opinion and Statements
Unqualified Opinion 65

COMPANY DATE / COMPOSITION OF CAPITAL STOCK

QUANTITY OF SHARES (In Thousand)	CURRENT QUARTER 09/30/2012
PAID-UP CAPITAL	
COMMON – ON	123.528
PREFERRED - PN	0
TOTAL	123.528
TREASURY SHARES	
COMMON – ON	0
PREFERRED – PN	0
TOTAL	0

COMPANY DATE / DIVIDENDS DECLARED AND/OR PAID OUT DURING AND AFTER QUARTER

EVENT	APPROVAL	TYPE	BEGINNING PAYMENT	SHARE'S TYPE	SHARE'S CLASS	AMOUNT PER SHARE
Board of Directors Meeting	03/14/2011	Interest on Capital	04/27/2012	ON		0.15100
Board of Directors Meeting	06/26/2011	Interest on Capital	04/27/2012	ON		0.15440
Board of Directors Meeting	09/23/2011	Interest on Capital	04/27/2012	ON		0.15810
Board of Directors Meeting	12/19/2011	Interest on Capital	04/27/2012	ON		0.16020
Shareholders General Meeting	04/20/2011	Dividend	04/27/2012	ON		143,489
Board of Directors Meeting	03/14/2012	Interest on Capital		ON		0.16530
Board of Directors Meeting	06/19/2012	Interest on Capital		ON		0.16750
Board of Directors Meeting	09/19/2012	Interest on Capital		ON		0.16210

INDIVIDUAL STATEMENTS / BALANCE SHEETS - ASSETS

(IN THOUSANDS OF REAIS - R$)

CODE	DESCRIPTION	Current quarter 09/30/2012	Prior end of year 12/31/2011
1	TOTAL ASSETS	2,749,903	2,470,337
1.01	CURRENT ASSETS	1,442,558	1,368,768
1.01.01	CASH AND CASH EQUIVALENTS	545,343	431,412
1.01.03	TRADE ACCOUNTS RECEIVABLE	357,192	522,587
1.01.03.01	CUSTOMERS	331,712	507,036
1.01.03.02	OTHER TRADE ACCOUNTS RECEIVABLE	25,480	15,551
1.01.04	INVENTORIES	491,898	378,376
1.01.06	RECOVERABLE TAXES	41,240	28,438
1.01.06.01	CURRENT RECOVERABLE TAXES	41,240	28,438
1.01.07	PREPAID EXPENSES	6,885	7,955
1.02	NONCURRENT ASSETS	1,307,345	1,101,569
1.02.01	LONG -TERM ASSETS	252,902	248,162
1.02.01.03	TRADE ACCOUNTS RECEIVABLE	1,469	4,564
1.02.01.03.02	OTHER TRADE ACCOUNTS RECEIVABLE	1,469	4,564
1.02.01.06	DEFERRED INCOME TAX AND SOCIAL CONTRIBUTION	68,083	70,174
1.02.01.06.01	DEFERRED INCOME TAX AND SOCIAL CONTRIBUTION	68,083	70,174
1.02.01.08	RECEIVABLES WITH RELATED PARTIES	2,724	-
1.02.01.08.02	RECEIVABLES WITH SUBSIDIARIES	2,724	-
1.02.01.09	OTHER NONCURRENT ASSETS	180,626	173,424
1.02.01.09.03	JUDICIAL DEPOSITS	6,737	6,147
1.02.01.09.04	RECOVERABLE TAXES	23,889	17,277
1.02.01.09.05	FIDC LOJAS RENNER	150,000	150,000
1.02.02	INVESTMENTS	217,701	183,641
1.02.02.01	INVESTMENTS IN SUBSIDIARIES	217,701	183,641
1.02.02.01.02	INVESTMENTS IN SUBSIDIARIES	217,638	183,578
1.02.02.01.04	OTHER INVESTMENTS IN SUBSIDIARIES	63	63
1.02.03	PROPERTY, PLANT AND EQUIPMENT – NET	716,022	579,064
1.02.03.01	PROPERTY, PLANT AND EQUIPMENT IN OPERATION	628,265	546,738
1.02.03.01	PROPERTY, PLANT AND EQUIPMENT LEASED	58,263	16,653
1.02.03.03	PROPERTY, PLANT AND EQUIPMENT ON GOING	29,494	15,673
1.02.04	INTANGIBLE – NET	120,720	90,702
1.02.04.01	INTANGIBLE	120,720	90,702
1.02.04.01.02	OTHER	120,720	90,702

INDIVIDUAL STATEMENTS / BALANCE SHEETS - LIABILITIES AND SHAREHOLDERS' EQUITY

(IN THOUSANDS OF REAIS - R$)

CODE	DESCRIPTION	Current quarter 09/30/2012	Prior end of year 12/31/2011
2	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	2,749,903	2,470,337
2.01	CURRENT LIABILITIES	859,245	902,346
2.01.01	SOCIAL AND LABOR OBLIGATIONS	94,440	63,951
2.01.01.01	SOCIAL OBLIGATIONS	23,697	19,164
2.01.01.01.01	SOCIAL CHARGES	23,697	19,164
2.01.01.02	LABOR OBLIGATIONS	70,743	44,787
2.01.01.02.01	SALARIES PAYABLE	70,743	44,787
2.01.02	SUPPLIERS	319,884	375,221
2.01.02.01	NATIONAL SUPPLIERS	319,884	375,221
2.01.03	FISCAL OBLIGATIONS	81,455	208,385
2.01.03.01	FEDERAL FISCAL OBLIGATIONS	21,114	95,321
2.01.03.01.01	INCOME TAX AND SOCIAL CONTRIBUTION	5,081	45,790
2.01.03.01.02	OTHER FEDERAL FISCAL OBLIGATIONS	16,033	49,531
2.01.03.02	STATE FISCAL OBLIGATIONS	59,514	112,290
2.01.03.03	MUNICIPAL FISCAL OBLIGATIONS	827	774
2.01.04	LOANS AND FINANCING	231,416	82,357
2.01.04.01	LOANS AND FINANCING	199,732	59,042
2.01.04.01.01	NACIONAL CURRENCY	87,835	47,818
2.01.04.01.02	FOREIGN CURRENCY	111,897	11,224
2.01.04.02	DEBENTURES	18,327	17,502
2.01.04.03	FUNDING FINANCING LEASE	13,357	5,813
2.01.04.03.01	FUNDING FINANCING LEASE	13,357	5,813
2.01.05	OTHER OBLIGATIONS	114,200	153,586
2.01.05.02	OTHER	114,200	153,586
2.01.05.02.01	DIVIDENDS AND INTEREST ON EQUITY PAYABLE	54,126	66,847
2.01.05.02.02	MINIMUN DIVIDEND MANDATORY PAYABLE	-	17,959
2.01.05.02.04	RENTS PAYABLE	27,936	33,405
2.01.05.02.05	OTHER OBLIGATIONS	32,138	31,753
2.01.05.02.06	STATUTORY PARTICIPATIONS	-	3,622
2.01.06	PROVISIONS	17,850	18,846
2.01.06.01	FISCAL, LABOR, SECURITY AND CIVIL PROVISIONS	17,850	18,846
2.01.06.01.04	CIVIL PROVISIONS	12,434	12,557
2.01.06.01.05	LABOR RISK PROVISIONS	5,416	6,289
2.02	NONCURRENT LIABILITIES	720,424	412,993
2.02.01	LOANS AND FINANCING	636,735	327,481
2.02.01.01	LOANS AND FINANCING	15,173	24,276
2.02.01.01.01	NATIONAL CURRENCY	15,173	24,276
2.02.01.02	DEBENTURES	596,788	298,057
2.02.01.03	FUNDING FINANCING LEASE	24,774	5,148
2.02.01.03.01	FUNDING FINANCING LEASE	24,774	5,148
2.02.02	OTHER OBLIGATIONS	26,391	38,578
2.02.02.01	RELATED PARTIES LIABILITIES	-	8,061
2.02.02.01.02	SUBSIDIARIES DEBT	-	8,061
2.02.02.02	OTHER	26,391	30,517
2.02.02.02.03	TAX AND CONTRIBUTION PAYABLE	20,044	22,451
2.02.02.02.04	OTHER OBLIGATIONS	6,347	8,066
2.02.04	PROVISIONS	57,298	46,934
2.02.04.01	FISCAL, LABOR, SECURITY AND CIVIL PROVISIONS	57,298	46,934
2.02.04.01.01	FISCAL PROVISIONS	57,298	46,934
2.02.04.01.04	CIVIL PROVISIONS	-	-
2.03	SHAREHOLDERS' EQUITY	1,170,234	1,154,998
2.03.01	CAPITAL	440,881	421,683
2.03.02	CAPITAL RESERVES	203,724	191,642
2.03.02.02	PREMIUM RESERVE	118,165	118,165
2.03.02.04	OPTIONS GRANTED	85,559	73,477
2.03.04	REVENUE RESERVES	381,256	539,533
2.03.04.01	LEGAL RESERVE	1,812	1,812
2.03.04.08	ADDITIONAL DIVIDEND PROPOSED	-	158,276
2.03.04.10	RESERVES FOR INVESTMENTS AND EXPANSION	379,444	379,445
2.03.05	RETAINED EARNINGS/ACCUMULATED DEFICIT	146,727	-
2.03.06	CARRYING VALUE ADJUSTMENTS	(2,354)	2,140

INDIVIDUAL STATEMENTS / STATEMENTS OF INCOME

(IN THOUSANDS OF REAIS - R$)

CODE	DESCRIPTION	Current quarter 07/01/2012 to 09/30/2012	Current period 01/01/2012 to 09/30/2012	Prior quarter 07/01/2011 to 09/30/2011	Prior period 01/01/2011 to 09/30/2011
3.01	NET REVENUE SALES OF GOODS AND FINANCIAL PRODUCTS AND SERVICES	850,565	2,425,101	700,019	2,099,568
3.01.01	NET REVENUE SALES OF GOODS	765,755	2,173,118	623,405	1,869,021
3.01.02	NET REVENUE SALES FINANCIAL PRODUCTS AND SERVICES	84,810	251,983	76,614	230,547
3.02	COST OF GOODS SOLD AND FINANCIAL PRODUCTS AND SERVICES	(372,207)	(1,023,082)	(313,824)	(902,517)
3.02.01	COST OF GOODS SOLD	(367,798)	(1,009,077)	(308,537)	(885,551)
3.02.02	COST OF FINANCIAL PRODUCTS AND SERVICES	(4,409)	(14,005)	(5,287)	(16,966)
3.03	GROSS PROFIT	478,358	1,402,019	386,195	1,197,051
3.04	OPERATING (EXPENSES) INCOME	(368,803)	(1,086,365)	(311,304)	(911,346)
3.04.01	SELLING	(205,974)	(618,041)	(178,807)	(524,617)
3.04.02	GENERAL AND ADMINISTRATIVE	(69,227)	(193,000)	(60,126)	(169,567)
3.04.03	LOSS ON RECEIVABLES, NET	(24,752)	(73,649)	(23,147)	(70,508)
3.04.04	OTHER OPERATING INCOME	2,076	5,626	5,960	7,708
3.04.05	OTHER OPERATING EXPENSES	(70,978)	(203,384)	(56,960)	(163,959)
3.04.05.01	OTHER OPERATING EXPENSES	(34,616)	(100,879)	(28,763)	(81,843)
3.04.05.02	STOCK OPTION PLAN	(4,000)	(12,081)	(4,260)	(14,536)
3.04.05.03	DEPRECIATION AND AMORTIZATION	(32,245)	(90,187)	(23,757)	(67,493)
3.04.05.04	RESULT ON DISPOSAL OR WRITTE-OFF OF FIXED ASSETS	(117)	(237)	(180)	(87)
3.04.06	EQUITY IN THE RESULTS OF INVESTEES	52	(3,917)	1,776	9,597
3.05	OPERATING PROFIT BEFORE FINANCIAL RESULTS AND TAXES	109,555	315,654	74,891	285,705
3.06	FINANCIAL RESULTS	(14,174)	(23,585)	2,303	10,218
3.06.01	FINANCIAL INCOME	10,610	28,617	15,843	32,861
3.06.02	FINANCIAL EXPENSES	(24,784)	(52,202)	(13,540)	(22,643)
3.07	PROFIT BEFORE INCOME TAX AND SOCIAL CONTRIBUTION TAXES	95,381	292,069	77,194	295,923
3.08	INCOME TAX AND SOCIAL CONTRIBUTION	(26,858)	(84,343)	(20,498)	(78,096)
3.08.01	CURRENT	(26,292)	(79,937)	(17,009)	(61,217)
3.08.02	DEFERRED	(566)	(4,406)	(3,489)	(16,879)
3.09	NET RESULTS OF CONTINUED OPERATIONS	68,523	207,726	56,696	217,827
3.11	NET INCOME (LOSS) FOR THE PERIOD	68,523	207,726	56,696	217,827
3.99	EARNINGS PER SHARE (REAIS / SHARE)	-	-	-	-
3.99.01	EARNINGS PER SHARE - BASIC	-	-	-	-
3.99.01.01	ON	0.5550	1.6855	0.4627	1.7880
3.99.02	EARNINGS PER SHARE - DILUTED	-	-	-	-
3.99.02.01	ON	0.5443	1.6520	0.4532	1.7527

INDIVIDUAL STATEMENTS / STATEMENTS OF COMPREHENSIVE INCOME

(IN THOUSANDS OF REAIS - R$)

CODE	DESCRIPTION	Current quarter 07/01/2012 to 09/30/2012	Current period 01/01/2012 to 09/30/2012	Prior quarter 07/01/2012 to 09/30/2012	Prior period 01/01/2011 to 09/30/2011
4.01	NET INCOME FOR THE PERIOD	68,523	207,726	56,696	217,827
4.02	OTHER COMPREHENSIVE INCOME	(5,141)	(4,494)	9,663	10,881
4.02.01	CASH FLOW HEDGE	(7,789)	(6,808)	14,641	16,486
4.02.02	TAXES RELATED TO COMPONENTS OF COMPREHENSIVE INCOME	2,648	2,314	(4,978)	(5,605)
4.03	TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	63,382	203,232	66,359	228,708

INDIVIDUAL STATEMENTS / STATEMENTS OF CASH FLOW – INDIRECT METHOD

(IN THOUSANDS OF REAIS - R$)

CODE	DESCRIPTION	Current year to date 01/01/2012 TO 09/30/2012	Prior year to date 01/01/2011 TO 09/30/2011
6.01	NET CASH FROM OPERATING ACTIVITIES	332,618	369,389
6.01.01	CASH FLOW FROM OPERATING ACTIVITIES	318,312	308,291
6.01.01.01	NET INCOME FOR THE PERIOD	207,726	217,827
6.01.01.02	DEPRECIATION AND AMORTIZATION	90,150	67,456
6.01.01.03	AMORTIZATION OF GOODWILL	37	37
6.01.01.04	GAIN (LOSS) ON SALE OR DISPOSAL OF PROPERTY, PLANT AND EQUIPMENT	1,020	410
6.01.01.05	ACCRUED INTEREST, NET OF INTEREST PAID	2,486	7,720
6.01.01.06	STOCK OPTION PLAN	12,081	14,536
6.01.01.07	EQUITY IN THE RESULTS OF INVESTEES	3,917	(9,597)
6.01.01.08	PROVISION FOR TAX, CIVIL AND LABOR RISKS	9,368	(7,100)
6.01.01.09	DEFERRED INCOME TAX AND SOCIAL CONTRIBUTION	2,091	22,484
6.01.01.10	PROVISIONS FOR LOSSES ON ASSETS	(10,564)	(5,482)
6.01.02	CHANGES IN ASSETS AND LIABILITIES	7,963	61,098
6.01.02.01	TRADE ACCOUNTS RECEIVABLE	178,332	333,512
6.01.02.02	INVENTORIES	(105,967)	(93,334)
6.01.02.03	(LOSSES) GAINS UNREALIZED ON DERIVATIVE	(4,494)	10,881
6.01.02.04	OTHER RECEIVABLES	(25,180)	13,980
6.01.02.05	JUDICIAL DEPOSITS	(590)	3,477
6.01.02.06	FINANCING – FINANCIAL SERVIVCES OPERATIONS	40,051	(70,233)
6.01.02.07	FINANCING – IMPORTS	100,673	-
6.01.02.08	INVESTMENTS IN SUBORDINATE QUOTAS FIDC LOJAS RENNER	-	14,426
6.01.02.09	SUPPLIERS	(55,337)	(42,450)
6.01.02.10	SALARIES AND VACATIONS	25,956	(61,066)
6.01.02.11	TAXES AND CONTRIBUTIONS PAYABLE	(124,804)	(28,803)
6.01.02.12	OTHER PAYABLES	(1,333)	(4,308)
6.01.02.13	RENTS PAYABLE	(5,469)	(409)
6.01.02.14	LIABILITIES UNDER BY-LAWS	(3,090)	(7,054)
6.01.02.15	DUE TO RELATED PARTIES	(10,785)	(7,521)
6.01.03	OTHERS	6,343	-
6.01.03.01	DIVIDENDS RECEIVED FROM SUBSIDIARIES	6,343	-
6.02	NET CASH FROM INVESTING ACTIVITIES	(260,891)	(291,806)
6.02.01	ACQUISITIONS OF PROPERTY, PLANT AND EQUIPMENT	(178,048)	(110,313)
6.02.02	ACQUISITIONS INTANGIBLE ASSETS	(40,914)	(31,542)
6.02.03	PROCEEDS FROM SALE OF PROPERTY, PLANT AND EQUIPMENT	71	79
6.02.04	CAPITAL INCREASE IN SUBSIDIARY	(42,000)	(150,030)
6.03	NET CASH FROM FINANCING ACTIVITIES	42,204	59,742
6.03.01	BORROWINGS	298,731	297,955
6.03.02	CAPITAL INCREASE	19,198	5,392
6.03.03	REPAYMENT OF LOAN	(9,104)	(9,105)
6.03.04	FUNDING FINANCING LEASE	(16,135)	(5,599)
6.03.05	INTEREST ON CAPITAL AND DIVIDENDS PAID	(250,486)	(228,901)
6.05	INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	113,931	137,325
6.05.01	CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	431,412	457,538
6.05.02	CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	545,343	594,863

INDIVIDUAL STATEMENTS / STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY 01/01/2012 TO 09/30/2012

(IN THOUSANDS OF REAIS - R$)

CODE	DESCRIPTION	CAPITAL	CAPITAL RESERVES	REVENUE RESERVES	RETAINED EARNINGS	CARRYING VALUE ADJUSTMENT	TOTAL
5.01	BALANCES AS OF DECEMBER 31, 2011	421,683	191,642	539,533	-	2,140	1,154,998
5.02	PRIOR YEAR ADJUSTMENTS	-	1	(1)	-	-	-
5,02.01	ADJUST INITIAL BALANCE	-	1	(1)	-	-	-
5.03	BALANCES ADJUSTED	421,683	191,643	539,532	-	2,140	1,154,998
5.04	CAPITAL TRANSACTIONS WITH STOCKHOLDERS	19,198	12,081	(158,276)	(60,999)	-	(187,996)
5.04.01	CAPITAL INCREASE	19,198	-	-	-	-	19,198
5.04.03	OPTIONS GRANTED RECOGNIZED	-	12,081	-	-	-	12,081
5.04.07	INTEREST ON CAPITAL	-	-	-	(60,999)	-	(60,999)
5.04.09	ADDITIONAL DIVIDEND PROPOSED APPROVED	-	-	(158,276)	-	-	(158,276)
5.05	TOTAL COMPREHENSIVE INCOME	-	-	-	207,726	(4,494)	203,232
5.05.01	NET INCOME FOR THE PERIOD	-	-	-	207,726	-	207,726
5.05.02	OTHER COMPREHENSIVE INCOME	-	-	-	-	(4,494)	(4,494)
5.05.02.01	CARRYING VALUE ADJUSTMENTS	-	-	-	-	(4,494)	(4,494)
5.07	BALANCES AS OF SEPTEMBER 30, 2012	440,881	203,724	381,256	146,727	(2,354)	1,170,234

INDIVIDUAL STATEMENTS / STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY 01/01/2011 TO 09/30/2011

(IN THOUSANDS OF REAIS - R$)

CODE	DESCRIPTION	CAPITAL	CAPITAL RESERVES	REVENUE RESERVES	RETAINED EARNINGS	CARRYING VALUE ADJUSTMENT	TOTAL
5.01	BALANCES AS OF DECEMBER 31, 2010	408,734	173,570	441,614	-	(2,610)	1,021,308
5.03	BALANCES ADJUSTED	408,734	173,570	441,614	-	(2,610)	1,021,308
5.04	CAPITAL TRANSACTIONS WITH STOCKHOLDERS	5,392	14,535	(144,584)	(56,770)	-	(181,427)
5.04.01	CAPITAL INCREASE	5,392	-	-	-	-	5,392
5.04.03	OPTIONS GRANTED RECOGNIZED	-	14,535	-	-	-	14,535
5.04.07	INTEREST ON EQUITY	-	-	-	(56,770)	-	(56,770)
5.04.09	ADDITIONAL DIVIDEND PROPOSED APPROVED	-	-	(144,584)	-	-	(144,584)
5.05	TOTAL COMPREHENSIVE INCOME	-	-	-	217,827	10,881	228,708
5.05.01	NET INCOME FOR THE PERIOD	-	-	-	217,827	-	217,827
5.05.02	OTHER COMPREHENSIVE INCOME	-	-	-	-	10,881	10,881
5.05.02.01	CARRYING VALUE ADJUSTMENTS	-	-	-	-	10,881	10,881
5.07	BALANCES AS OF SEPTEMBER 30, 2011	414,126	188,105	297,030	161,057	8,271	1,068,589

INDIVIDUAL STATEMENTS / STATEMENTS OF VALUE ADDED

(IN THOUSANDS OF REAIS - R$)

CODE	DESCRIPTION	Current period 01/01/2012 TO 09/30/2012	Prior period 01/01/2011 TO 09/30/2011
7.01	REVENUES	3,076,512	2,656,293
7.01.01	SALES OF GOODS, FINANCIAL PRODUCTS AND SERVICES	3,145,846	2,723,099
7.01.02	OTHER REVENUES	4,315	3,702
7.01.02.01	RESULT ON DISPOSAL OR WRITTE-OFF OF FIXED ASSETS	(237)	(87)
7.01.02.02	OTHER OPERATING INCOME	4,552	3,789
7.01.04	LOSSES ON RECEIVABLE, NET	(73,649)	(70,508)
7.02	INPUT PURCHASED FROM THIRD PARTIES	(1,661,374)	(1,453,800)
7.02.01	COST OF SALES OF GOODS, FINANCIAL PRODUCTS AND SERVICES (INCLUDING TAXES)	(1,244,402)	(1,091,529)
7.02.02	MATERIALS, ENERGY, OUTSIDES SERVICES AND OTHER	(406,400)	(350,501)
7.02.03	LOSSES ON THE COLLECTION OF ASSETS	(10,572)	(11,770)
7.02.04	OTHERS	-	-
7.03	GROSS VALUE ADDED	1,415,138	1,202,493
7.04	RETENTIONS	(90,187)	(67,493)
7.04.01	DEPRECIATION AND AMORTIZATION	(90,187)	(67,493)
7.04.02	OTHERS	-	-
7.05	NET VALUE ADDED PRODUCED	1,324,951	1,135,000
7.06	VALUE ADDED RECEIVED IN TRANSFER	24,700	42,554
7.06.01	EQUITY IN SUBSIDIARIES	(3,917)	9,597
7.06.02	FINANCIAL REVENUES	28,617	32,957
7.06.03	OTHERS	-	-
7.07	VALUE ADDED TO DISTRIBUTE	1,349,651	1,177,554
7.08	DISTRIBUTED VALUE ADDED	1,349,651	1,177,554
7.08.01	PERSONNEL EXPENSES	317,477	271,576
7.08.01.01	COMPENSATION	233,000	194,190
7.08.01.02	BENEFITS	46,923	41,292
7.08.01.03	GOVERNMENT SEVERANCE INDEMNITY FUND FOR EMPLOYEES (FGTS)	20,304	17,009
7.08.01.04	OTHER	17,250	19,085
7.08.01.04.01	STOCK OPTION PLAN	12,081	14,536
7.08.01.04.02	COMPENSATION OF OFFICERS	5,169	4,549
7.08.02	TAXES AND CONTRIBUTIONS	638,240	553,311
7.08.02.01	FEDERAL TAXES	287,324	243,052
7.08.02.02	STATE TAXES	335,715	296,542
7.08.02.03	MUNICIPAL EXPENSES	15,201	13,717
7.08.03	INTEREST ON THIRD PARTIES' CAPITAL	186,208	134,840
7.08.03.02	RENTALS EXPENSES	134,681	112,397
7.08.03.03	OTHER	51,527	22,443
7.08.03.03.01	FINANCIAL EXPENSES	51,527	22,443
7.08.04	INTEREST ON CAPITAL	207,726	217,827
7.08.04.01	PROPOSED INTEREST ON CAPITAL	60,999	56,770
7.08.04.02	DIVIDENDS	-	-
7.08.04.03	RETAINED EARNINGS	146,727	161,057
7.08.05	OTHERS	-	-

CONSOLIDATED STATEMENTS / BALANCE SHEETS - ASSETS

(IN THOUSANDS OF REAIS - R$)

CODE	DESCRIPTION	Current quarter 09/30/2012	Prior end of year 12/31/2011
1	TOTAL ASSETS	3,322,175	2,983,504
1.01	CURRENT ASSETS	2,188,443	2,035,555
1.01.01	CASH AND CASH EQUIVALENTS	643,715	578,264
1.01.03	TRADE ACCOUNTS RECEIVABLE	969,150	1,022,451
1.01.03.01	CUSTOMERS	951,897	1,006,315
1.01.03.02	OTHER TRADE ACCOUNTS RECEIVABLE	17,253	16,136
1.01.04	INVENTORIES	524,271	402,748
1.01.06	RECOVERABLE TAXES	47,609	30,445
1.01.06.01	CURRENT RECOVERABLE TAXES	47,609	30,445
1.01.07	PREPAID EXPENSES	3,698	1,647
1.02	NONCURRENT ASSETS	1,133,732	947,949
1.02.01	LONG -TERM ASSETS	152,506	143,547
1.02.01.03	TRADE ACCOUNTS RECEIVABLE	1,964	4,564
1.02.01.03.02	OTHER TRADE ACCOUNTS RECEIVABLE	1,964	4,564
1.02.01.06	DEFERRED INCOME TAX AND SOCIAL CONTRIBUTION	119,809	115,517
1.02.01.06.01	DEFERRED INCOME TAX AND SOCIAL CONTRIBUTION	119,809	115,517
1.02.01.09	OTHER NONCURRENT ASSETS	30,733	23,466
1.02.01.09.03	JUDICIAL DEPOSITS	6,844	6,189
1.02.01.09.04	RECOVERABLE TAXES	23,889	17,277
1.02.02	INVESTMENTS	63	63
1.02.02.01	INVESTMENTS IN SUBSIDIARIES	63	63
1.02.02.01.04	OTHER INVESTMENTS IN SUBSIDIARIES	63	63
1.02.03	PROPERTY, PLANT AND EQUIPMENT – NET	745,619	599,481
1.02.03.01	PROPERTY, PLANT AND EQUIPMENT IN OPERATION	654,452	566,447
1.02.03.02	PROPERTY, PLANT AND EQUIPMENT LEASED	58,263	16,653
1.02.03.03	PROPERTY, PLANT AND EQUIPMENT ON GOING	32,904	16,381
1.02.04	INTANGIBLE – NET	235,544	204,858
1.02.04.01	INTANGIBLE	158,536	127,850
1.02.04.01.02	OTHER	158,536	127,850
1.02.04.02	GOODWILL	77,008	77,008

CONSOLIDATED STATEMENTS / BALANCE SHEETS - LIABILITIES AND SHAREHOLDERS' EQUITY

(IN THOUSANDS OF REAIS - R$)

CODE	DESCRIPTION	Current quarter 09/30/2012	Prior end of year 12/31/2011
2	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	3,322,175	2,983,504
2.01	CURRENT LIABILITIES	1,071,413	1,060,427
2.01.01	SOCIAL AND LABOR OBLIGATIONS	98,726	67,001
2.01.01.01	SOCIAL OBLIGATIONS	24,973	20,235
2.01.01.01.01	SOCIAL CHARGES	24,973	20,235
2.01.01.02	LABOR OBLIGATIONS	73,753	46,766
2.01.01.02.01	SALARIES PAYABLE	73,753	46,766
2.01.02	SUPPLIERS	351,642	418,926
2.01.02.01	NATIONAL SUPPLIERS	351,642	418,926
2.01.03	FISCAL OBLIGATIONS	87,218	211,273
2.01.03.01	FEDERAL FISCAL OBLIGATIONS	25,728	97,020
2.01.03.01.01	INCOME TAX AND SOCIAL CONTRIBUTION	6,145	46,073
2.01.03.01.02	OTHER FEDERAL FISCAL OBLIGATIONS	19,583	50,947
2.01.03.02	STATE FISCAL OBLIGATIONS	60,597	113,411
2.01.03.03	MUNICIPAL FISCAL OBLIGATIONS	893	842
2.01.04	LOANS AND FINANCING	351,440	177,972
2.01.04.01	LOANS AND FINANCING	319,756	154,657
2.01.04.01.01	NACIONAL CURRENCY	207,859	143,433
2.01.04.01.02	FOREIGN CURRENCY	111,897	11,224
2.01.04.02	DEBENTURES	18,327	17,502
2.01.04.03	FUNDING FINANCIALI LEASE	13,357	5,813
2.01.04.03.01	FUNDING FINANCIALI LEASE	13,357	5,813
2.01.05	OTHER OBLIGATIONS	164,326	166,131
2.01.05.02	OTHER	164,326	166,131
2.01.05.02.01	DIVIDENDS AND INTEREST ON EQUITY PAYABLE	54,126	66,847
2.01.05.02.02	MINIMUN DIVIDEND MANDATORY PAYABLE	-	17,959
2.01.05.02.04	RENTS PAYABLE	23,502	24,961
2.01.05.02.05	OTHER OBLIGATIONS	86,698	52,742
2.01.05.02.06	STATUTORY PARTICIPATIONS	-	3,622
2.01.06	PROVISIONS	18,061	19,124
2.01.06.01	FISCAL, LABOR, SECURITY AND CIVIL PROVISIONS	18,061	19,124
2.01.06.01.04	CIVIL PROVISIONS	12,520	12,567
2.01.06.01.05	LABOR RISK PROVISIONS	5,541	6,557
2.02	NONCURRENT LIABILITIES	1,080,528	768,079
2.02.01	LOANS AND FINANCING	982,868	671,151
2.02.01.01	LOANS AND FINANCING	361,306	367,946
2.02.01.01.01	NATIONAL CURRENCY	361,306	367,946
2.02.01.02	DEBENTURES	596,788	298,057
2.02.01.02	FUNDING FINANCIALI LEASE	24,774	5,148
2.02.01.03	FUNDING FINANCIALI LEASE	24,774	5,148
2.02.02	OTHER OBLIGATIONS	39,795	49,642
2.02.02.02	OTHER	39,795	49,642
2.02.02.02.03	TAX AND CONTRIBUTION PAYABLE	20,636	23,383
2.02.02.02.04	OTHER OBLIGATIONS	19,159	26,259
2.02.04	PROVISIONS	57,865	47,286
2.02.04.01	FISCAL, LABOR, SECURITY AND CIVIL PROVISIONS	57,865	47,286
2.02.04.01.01	FISCAL PROVISIONS	57,865	47,286
2.03	SHAREHOLDERS' EQUITY	1,170,234	1,154,998
2.03.01	CAPITAL	440,881	421,683
2.03.02	CAPITAL RESERVES	203,724	191,642
2.03.02.02	PREMIUM RESERVE	118,166	118,165
2.03.02.04	OPTIONS GRANTED	85,558	73,477
2.03.04	REVENUE RESERVES	381,256	539,533
2.03.04.01	LEGAL RESERVE	1,812	1,812
2.03.04.08	ADDITIONAL DIVIDEND PROPOSED	-	158,276
2.03.04.10	RESERVES FOR INVESTMENTS AND EXPANSION	379,444	379,445
2.03.05	RETAINED EARNINGS/ACCUMULATED DEFICIT	146,727	-
2.03.06	CARRYING VALUE ADJUSTMENTS	(2,354)	2,140

CONSOLIDATED STATEMENTS / STATEMENTS OF INCOME

(IN THOUSANDS OF REAIS - R$)

CODE	DESCRIPTION	Current quarter 07/01/2012 to 09/30/2012	Current period 01/01/2012 to 09/30/2012	Prior quarter 07/01/2011 to 09/30/2011	Prior period 01/01/2011 to 09/30/2011
3.01	NET REVENUE SALES OF GOODS AND FINANCIAL PRODUCTS AND SERVICES	905,058	2,569,789	741,922	2,177,110
3.01.01	NET REVENUE SALES OF GOODS	803,260	2,277,629	657,076	1,924,437
3.01.02	NET REVENUE SALES FINANCIAL PRODUCTS AND SERVICES	101,798	292,160	84,846	252,673
3.02	COST OF GOODS SOLD AND FINANCIAL PRODUCTS AND SERVICES	(394,603)	(1,082,709)	(332,789)	(933,561)
3.02.01	COST OF GOODS SOLD	(390,194)	(1,068,704)	(327,502)	(916,594)
3.02.02	COST OF FINANCIAL PRODUCTS AND SERVICES	(4,409)	(14,005)	(5,287)	(16,967)
3.03	GROSS PROFIT	510,455	1,487,080	409,133	1,243,549
3.04	OPERATING (EXPENSES) INCOME	(400,138)	(1,173,060)	(332,503)	(956,368)
3.04.01	SELLING	(217,724)	(652,051)	(189,434)	(541,644)
3.04.02	GENERAL AND ADMINISTRATIVE	(74,110)	(207,279)	(63,936)	(176,020)
3.04.03	LOSS ON RECEIVABLES, NET	(29,018)	(82,642)	(24,384)	(72,119)
3.04.04	OTHER OPERATING INCOME	2,142	5,823	5,960	7,708
3.04.05	OTHER OPERATING EXPENSES	(81,428)	(236,911)	(60,709)	(174,293)
3.04.05.01	OTHER OPERATING EXPENSES	(43,562)	(128,765)	(32,096)	(91,404)
3.04.05.02	STOCK OPTION PLAN	(4,000)	(12,081)	(4,260)	(14,536)
3.04.05.03	DEPRECIATION AND AMORTIZATION	(33,749)	(95,826)	(24,173)	(68,266)
3.04.05.04	RESULT ON DISPOSAL OR WRITTE-OFF OF FIXED ASSETS	(117)	(239)	(180)	(87)
3.05	OPERATING PROFIT BEFORE FINANCIAL RESULTS AND TAXES	-	-	-	-
3.06	FINANCIAL RESULTS	110,317	314,020	76,630	287,181
3.06.01	FINANCIAL INCOME	(14,867)	(25,392)	1,667	8,817
3.06.02	FINANCIAL EXPENSES	11,088	30,206	15,990	33,035
3.07	PROFIT BEFORE INCOME TAX AND SOCIAL CONTRIBUTION TAXES	(25,955)	(55,598)	(14,323)	(24,218)
3.08	INCOME TAX AND SOCIAL CONTRIBUTION	95,450	288,628	78,297	295,998
3.08.01	CURRENT	(26,927)	(80,902)	(21,601)	(78,171)
3.08.02	DEFERRED	(28,323)	(82,879)	(18,702)	(65,719)
3.09	NET RESULTS OF CONTINUED OPERATIONS	1,396	1,977	(2,899)	(12,452)
3.11	NET INCOME (LOSS) FOR THE PERIOD	68,523	207,726	56,696	217,827
3.11.01	ASSIGNED TO PARENT COMPANY STOCKHOLDERS	68,523	207,726	56,696	217,827
3.99	EARNINGS PER SHARE (REAIS / SHARE)	-	-	-	-
3.99.01	EARNINGS PER SHARE - BASIC	-	-	-	-
3.99.01.01	ON	0.5550	1.6855	0.4627	1.7880
3.99.02	EARNINGS PER SHARE - DILUTED	-	-	-	-
3.99.02.01	ON	0.5443	1.6520	0.4532	1.7527

CONSOLIDATED STATEMENTS / STATEMENTSOF COMPREHENSIVE INCOME

(IN THOUSANDS OF REAIS - R$)

CODE	DESCRIPTION	Current quarter 07/01/2012 to 09/30/2012	Current period 01/01/2012 to 09/30/2012	Prior quarter 07/01/2011 to 09/30/2011	Prior period 01/01/2011 to 09/30/2011
4.01	NET INCOME FOR THE PERIOD	68,523	207,726	56,696	217,827
4.02	OTHER COMPREHENSIVE INCOME	(5,141)	(4,494)	9,663	10,881
4.02.01	CASH FLOW HEDGE	(7,789)	(6,808)	14,641	16,486
4.02.02	TAXES RELATED TO COMPONENTS OF COMPREHENSIVE INCOME	2,648	2,314	(4,978)	(5,605)
4.03	TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	63,382	203,232	66,359	228,708

CONSOLIDATED STATEMENTS / STATEMENTS OF CASH FLOW – INDIRECT METHOD

(IN THOUSANDS OF REAIS - R$)

CODE	DESCRIPTION	Current year to 01/01/2012 TO 09/30/2012	Prior year to date 01/01/2011 TO 09/30/2011
6.01	NET CASH FROM OPERATING ACTIVITIES	251,580	217,332
6.01.01	CASH FLOW FROM OPERATING ACTIVITIES	315,762	316,874
6.01.01.01	NET INCOME FOR THE PERIOD	207,726	217,827
6.01.01.02	DEPRECIATION AND AMORTIZATION	95,789	68,229
6.01.01.03	AMORTIZATION OF GOODWILL	37	37
6.01.01.04	GAIN (LOSS) ON SALE OR DISPOSAL OF PROPERTY, PLANT AND EQUIPMENT	1,020	410
6.01.01.05	ACCRUED INTEREST, NET OF INTEREST PAID	1,288	7,918
6.01.01.06	STOCK OPTION PLAN	12,081	14,536
6.01.01.07	PROVISION FOR TAX, CIVIL AND LABOR RISKS	-	-
6.01.01.08	DEFERRED INCOME TAX AND SOCIAL CONTRIBUTION	9,516	(6,438)
6.01.01.09	DEFERRED INCOME TAX AND SOCIAL CONTRIBUTION	(4,292)	18,058
6.01.01.10	PROVISIONS FOR LOSSES ON ASSETS	(7,403)	(3,703)
6.01.02	CHANGES IN ASSETS AND LIABILITIES	(64,182)	(99,542)
6.01.02.01	TRADE ACCOUNTS RECEIVABLE	55,172	118,317
6.01.02.02	INVENTORIES	(114,874)	(113,898)
6.01.02.03	(LOSSES) GAINS UNREALIZED ON DERIVATIVE	(4,494)	10,881
6.01.02.04	OTHER RECEIVABLES	(23,124)	10,074
6.01.02.05	JUDICIAL DEPOSITS	(655)	3,055
6.01.02.06	FINANCING – FINANCIAL SERVIVCES OPERATIONS	60,710	(61,400)
6.01.02.07	FINANCING – IMPORTS	100,673	-
6.01.02.08	FINANCIAL SERVIVCES OPERATIONS - FIDC	2,463	2,192
6.01.02.09	INVESTMENTS IN SUBORDINATE QUOTAS FIDC LOJAS RENNER	-	15,031
6.01.02.10	SUPPLIERS	(67,284)	(17,608)
6.01.02.11	SALARIES AND VACATIONS	26,987	(58,825)
6.01.02.12	TAXES AND CONTRIBUTIONS PAYABLE	(122,064)	(40,205)
6.01.02.13	OTHER PAYABLES	26,857	40,266
6.01.02.14	RENTS PAYABLE	(1,459)	(368)
6.01.02.15	LIABILITIES UNDER BY-LAWS	(3,090)	(7,054)
6.01.02.15	DUE TO RELATED PARTIES	-	-
6.01.03	OTHERS	-	-
6.01.03.01	DIVIDEND OF SUBSIDIARIES	-	-
6.02	NET CASH FROM INVESTING ACTIVITIES	(232,058)	(310,468)
6.02.01	ACQUISITIONS OF PROPERTY, PLANT AND EQUIPMENT	(188,658)	(113,445)
6.02.02	ACQUISITIONS INTANGIBLE ASSETS	(43,471)	(197,102)
6.02.03	PROCEEDS FROM SALE OF PROPERTY, PLANT AND EQUIPMENT	71	79
6.03	NET CASH FROM FINANCING ACTIVITIES	45,929	68,568
6.03.01	BORROWINGS	362,586	319,889
6.03.02	CAPITAL INCREASE	19,198	5,392
6.03.03	REPAYMENT OF LOAN	(69,234)	(22,213)
6.03.04	FUNDING FINANCIALI LEASE	(16,135)	(5,599)
6.03.05	INTEREST ON CAPITAL AND DIVIDENDS PAID	(250,486)	(228,901)
6.05	INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	65,451	(24,568)
6.05.01	CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	578,264	683,661
6.05.02	CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	643,715	659,093

CONSOLIDATED STATEMENTS / STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY 01/01/2012 TO 09/30/2012

(IN THOUSANDS OF REAIS - R$)

CODE	DESCRIPTION	CAPITAL	CAPITAL RESERVES	REVENUE RESERVES	RETAINED EARNINGS	CARRYING VALUE ADJUSTMENT	TOTAL
5.01	BALANCES AS OF DECEMBER 31, 2011	421,683	191,642	539,533	-	2,140	1,154,998
5.02	PRIOR YEAR ADJUSTMENTS	-	1	(1)	-	-	-
5,02.01	ADJUST INITIAL BALANCE	-	1	(1)			-
5.03	BALANCES ADJUSTED	421,683	191,643	539,532	-	2,140	1,154,998
5.04	CAPITAL TRANSACTIONS WITH STOCKHOLDERS	19,198	12,081	(158,276)	(60,999)	-	(187,996)
5.04.01	CAPITAL INCREASE	19,198	-	-	-	-	19,198
5.04.03	OPTIONS GRANTED RECOGNIZED	-	12,081	-	-	-	12,081
5.04.07	INTEREST ON CAPITAL	-	-	-	(60,999)	-	(60,999)
5.04.09	ADDITIONAL DIVIDEND PROPOSED APPROVED	-	-	(158,276)	-	-	(158,276)
5.05	TOTAL COMPREHENSIVE INCOME	-	-	-	207,726	(4,494)	203,232
5.05.01	NET INCOME FOR THE PERIOD	-	-	-	207,726	-	207,726
5.05.02	OTHER COMPREHENSIVE INCOME	-	-	-	-	(4,494)	(4,494)
5.05.02.01	CARRYING VALUE ADJUSTMENTS	-	-	-	-	(4,494)	(4,494)
5.07	BALANCES AS OF SETEMBER 30, 2012	440,881	203,724	381,256	146,727	(2,354)	1,170,234

CONSOLIDATED STATEMENTS / STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY 01/01/2011 TO 09/30/2011

(IN THOUSANDS OF REAIS - R$)

CODE	DESCRIPTION	CAPITAL	CAPITAL RESERVES	REVENUE RESERVES	RETAINED EARNINGS	CARRYING VALUE ADJUSTMENT	TOTAL
5.01	BALANCES AS OF DECEMBER 31, 2010	408,734	173,570	441,614	-	(2,610)	1,021,308
5.03	BALANCES ADJUSTED	408,734	173,570	441,614	-	(2,610)	1,021,308
5.04	CAPITAL TRANSACTIONS WITH STOCKHOLDERS	5,392	14,535	(144,584)	(56,770)	-	(181,427)
5.04.01	CAPITAL INCREASE	5,392	-	-	-	-	5,392
5.04.03	OPTIONS GRANTED RECOGNIZED	-	14,535	-	-	-	14,535
5.04.07	INTEREST ON EQUITY	-	-	-	(56,770)	-	(56,770)
5.04.09	ADDITIONAL DIVIDEND PROPOSED APPROVED	-	-	(144,584)	-	-	(144,584)
5.05	TOTAL COMPREHENSIVE INCOME	-	-	-	217,827	10,881	228,708
5.05.01	NET INCOME FOR THE PERIOD	-	-	-	217,827	-	217,827
5.05.02	OTHER COMPREHENSIVE INCOME	-	-	-	-	10,881	10,881
5.05.02.01	CARRYING VALUE ADJUSTMENTS	-	-	-	-	10,881	10,881
5.07	BALANCES AS OF sETEMBER 30, 2011	414,126	188,105	297,030	161,057	8,271	1,068,589

CONSOLIDATED STATEMENTS / STATEMENTS OF VALUE ADDED

(IN THOUSANDS OF REAIS - R$)

CODE	DESCRIPTION	Current period 01/01/2012 TO 09/30/2012	Prior period 01/01/2011 TO 09/30/2011
7.01	REVENUES	3,237,450	2,745,251
7.01.01	SALES OF GOODS, FINANCIAL PRODUCTS AND SERVICES	3,315,582	2,813,668
7.01.02	OTHER REVENUES	4,510	3,702
7.01.02.01	RESULT ON DISPOSAL OR WRITTE-OFF OF FIXED ASSETS	(239)	(87)
7.01.02.02	OTHER OPERATING INCOME	4,749	3,789
7.01.04	LOSSES ON RECEIVABLE, NET	(82,642)	(72,119)
7.02	INPUT PURCHASED FROM THIRD PARTIES	(1,774,840)	(1,509,831)
7.02.01	COST OF SALES OF GOODS, FINANCIAL PRODUCTS AND SERVICES (INCLUDING TAXES)	(1,317,756)	(1,125,367)
7.02.02	MATERIALS, ENERGY, OUTSIDES SERVICES AND OTHER	(446,512)	(371,122)
7.02.03	LOSSES ON THE COLLECTION OF ASSETS	(10,572)	(13,342)
7.03	GROSS VALUE ADDED	1,462,610	1,235,420
7.04	RETENTIONS	(95,825)	(68,266)
7.04.01	DEPRECIATION AND AMORTIZATION	(95,825)	(68,266)
7.05	NET VALUE ADDED PRODUCED	1,366,785	1,167,154
7.06	VALUE ADDED RECEIVED IN TRANSFER	30,206	33,131
7.06.02	FINANCIAL REVENUES	30,206	33,131
7.07	VALUE ADDED TO DISTRIBUTE	1,396,991	1,200,285
7.08	DISTRIBUTED VALUE ADDED	1,396,991	1,200,285
7.08.01	PERSONNEL EXPENSES	343,943	279,598
7.08.01.01	COMPENSATION	256,307	200,339
7.08.01.02	BENEFITS	48,727	42,402
7.08.01.03	GOVERNMENT SEVERANCE INDEMNITY FUND FOR EMPLOYEES (FGTS)	21,659	17,772
7.08.01.04	OTHER	17,250	19,085
7.08.01.04.01	STOCK OPTION PLAN	12,081	14,536
7.08.01.04.02	COMPENSATION OF OFFICERS	5,169	4,549
7.08.02	TAXES AND CONTRIBUTIONS	651,846	563,839
7.08.02.01	FEDERAL TAXES	296,870	249,485
7.08.02.02	STATE TAXES	337,534	299,211
7.08.02.03	MUNICIPAL EXPENSES	17,442	15,143
7.08.03	INTEREST ON THIRD PARTIES' CAPITAL	193,476	139,021
7.08.03.02	RENTALS EXPENSES	138,941	115,034
7.08.03.03	OTHER	54,535	23,987
7.08.03.03.01	FINANCIAL EXPENSES	54,535	23,987
7.08.04	INTEREST ON CAPITAL	207,726	217,827
7.08.04.01	PROPOSED INTEREST ON EQUITY AND DIVIDENDS	60,999	56,770
7.08.04.03	RETAINED EARNINGS	146,727	161,057
7.08.05	OTHER	-	-

MANAGEMENT REPORT / BUSINESS PERFORMANCE ANALYSIS

Except where otherwise indicated, the following results consolidate Camicado's numbers although the information for the nine months of 2011 is consolidated from the month of May only. In addition, information shown as "Lojas Renner" consolidates the results for Lojas Renner S.A. - controlling company, Dromegon Participações Ltda. and Renner Administradora de Cartões de Crédito Ltda only.

MANAGEMENT COMMENTS

The results for this third quarter reflect the consistency of the Company's view held since early 2012 of acceleration in economic activity in the second half of the year. In this context, the third quarter registered an increase in Net Revenue from Merchandise Sales of 22.2% and growth in Same Store Sales at Renner of 13.2%. This result is principally due to the Company's strategy of: anticipating the launch of the spring-summer collection in relation to the same period last year; the effectiveness of the recently-opened operations and the recovery in sales at the stores that had been undergoing remodeling in recent quarters; the assertiveness of the new collection and favorable climatic conditions during the quarter.

Gross Margin from the Retailing Operation was also significant, registering an important expansion of +1.2p.p. in 3Q12 compared with 3Q11. Contributing favorably to this result was a combination of falling cotton prices, positively affecting both domestic and imported products, the correct management of inventories and the early launch of the spring-summer collection in July. The Renner operation alone posted a gain in Gross Margin of +1.5p.p. in 3Q12.

EBITDA from the Retailing Operation recorded growth of 47.6%, equivalent to a Margin of 13.1% against 10.8% in 3Q11, resulting from a combination of stronger sales and better gross margin combined with the strict management of costs.

Results from Financial Services in 3Q12 posted a significant growth of 26.5% in relation to 3Q11, the highlight of the period being the greater contribution from financed Private Label and co-branded credit card sales. The reduced levels of non-performance – more particularly in the Personal Loans portfolio where losses recorded were lower than the same period in 2011 - also contributed importantly to the end result.

In the light of the foregoing comments, total EBITDA surged strongly in the period increasing by 40.8% in relation to the same period last year. The total EBITDA margin reached 18.4%, an increase of +2.4p.p compared with 3Q11. The Company's net income rose 20.9% in relation to 3Q11, representing a net margin of 8.5%.

During the quarter, the Company unveiled its new Distribution Center in Rio de Janeiro, the Shared Services Center (SSC), the new E-commerce platform and the Renner Card's 'Clube de Vantagens'(Advantage Club).

CONSOLIDATED INFORMATION

(In R$ million)	3Q12	3Q11	Var.	9M12	9M11	Var.
Total Net Revenue	803.3	657.1	22.2%	2,277.6	1,924.4	18.4%
Net Revenue from Merchandise Sales[1]	13.2%	3.8%	+9.4p.p.	7.1%	8.1%	-1.0p.p.
Gross Profit from Merchandise Sales	413.1	329.6	25.3%	1,208.9	1,007.8	20.0%
Gross Margin from the Retailing Operation (%)	51.4%	50.2%	+1.2p.p.	53.1%	52.4%	+0.7p.p.
Operating Expenses (SG&A)	(291.8)	(253.4)	15.2%	(859.3)	(717.7)	19.7%
SG&A as a % of Net Revenue from Merchandise Sales (%)	36.3%	38.6%	-2.3p.p.	37.7%	37.3%	+0.4p.p.
EBITDA - Retail	105.2	71.3	47.6%	306.0	265.5	15.3%
EBITDA Margin - Retail	13.1%	10.8%	+2.3p.p.	13.4%	13.8%	-0.4p.p.
Result from Financial Services	43.0	34.0	26.5%	116.2	104.6	11.1%
EBITDA (Retail + Financial Services)	148.2	105.3	40.8%	422.2	370.1	14.1%
EBITDA Margin (%)	18.4%	16.0%	+2.4p.p.	18.5%	19.2%	-0.7p.p.
Net Income	68.5	56.7	20.9%	207.7	217.8	-4.6%
Net Margin	8.5%	8.6%	-0.1p.p.	9.1%	11.3%	-2.2p.p.
ROIC (%)	5.0%	5.3%	-0.3p.p.	14.9%	19.6%	-4.7p.p.

[1] Lojas Renner Only

Net Revenue from Merchandise Sales was **R$ 803.3 million** in **3Q12**, equivalent to an increase of **22.2%** on sales in 3Q11. Growth reflects favorable customer response to the collections and the success of recently-inaugurated stores, - principally those opened in 4Q11 -, and the recovery in sales at stores undergoing remodeling, as well as sales turnover at Camicado. Growth in Renner's **Same Store Sales** in **3Q12** was **13.2%** against 3.8% in 3Q11. Meanwhile, in **9M12, Net Revenue from Merchandise Sales** was **R$ 2,277.6 million**, an increase of **18.4%** over sales for 9M11, including a contribution of R$ 104.5 million from Camicado in the period. The Company's **Same Store Sales** in **9M12** rose **7.1%** against 8.1% in 9M11.

Gross Profit from Merchandise Sales in **3Q12** was **R$ 413.1 million**, a growth of **25.3%** over the same period in 2011. **Gross Margin from the Retailing Operation** was **51.4%**, reflecting a +1.2p.p. hike over a margin of 50.2% in 3Q11. The consolidation of Camicado had a slight diluting impact on Gross Margin: for the Renner business alone the margin would have been 52.0% in 3Q12, a year-on-year gain of +1.5p.p.. This improvement arose from good management of inventories, lower cotton costs on domestically supplied items as well as imports and also the anticipation of the spring-summer collection. For the **accumulated result**, **Gross Profit from Merchandise Sales** was **R$ 1,208.9 million,** a growth of **20.0%** on 9M11 while **Gross Margin from the Retailing Operation** was **53.1%** against 52.4% for the same period in 2011.

As to **Operating Expenses, 3Q12** reported **Selling Expenses** of **R$ 217.7 million**, representing **27.1%** of Net Revenue from Merchandise Sales, a significant dilution of -1.7p.p. in relation to the 28.8% in 3Q11. **General and Administrative Expenses** were in turn **R$ 74.1 million,** representing **9.2%** of Net Revenue, against 9.7% in 3Q11. This dilution is due to the greater participation of stores unveiled in 4Q11 together with remodeled units as well as rigorous control of expenses. In **9M12**, **Selling Expenses** were **R$ 652.1 million**, representing **28.6%** of Net Revenue from Merchandise Sales against 28.1% in the same period in 2011. **General and Administrative Expenses** in **9M12** were **R$ 207.3 million,** representing **9.1%** of Net Revenue in line with what was reported for 9M11.

In **3Q12,** expenses with the **Profit Sharing Program** totaled **R$ 6.4 million** against R$ 46.0 thousand in 3Q11. In **9M12**, this expense reached **R$ 15.4 million** versus the R$ 5.7 million provisioned in 9M11. These increases reflect the Company's good results in the period and the expenses are incorporated in the "Other Operating Results" item.

EBITDA from the Retailing Operation reached **R$ 105.2 million**, equivalent to an **EBITDA Margin** of **13.1%** in **3Q12** versus 10.8% in 3Q11. This improvement in Margin is due to the combination of stronger sales at a better gross margin and the strict management of expenses. The EBITDA Margin from the Retailing Operation at the Lojas Renner business alone was 14.2% in the period, representing a more robust expansion when compared with

the 11.6% for 3Q11. The **accumulated result** shows **EBITDA from the Retailing Operation** at **R$ 306.0 million** against R$ 265.5 million for 9M11 with an **EBITDA Margin** of **13.4%** in **9M12** versus 13.8% in 9M11.

RESULTS FROM FINANCIAL SERVICES

Result from Financial Services Breakdown (R$ MM)	3Q12	3Q11	Var. %	9M12	9M11	Var. %
Revenues, Net from Funding and Taxes	**97.4**	**79.6**	**22.4%**	**278.2**	**235.7**	**18.0%**
Sales in the Interest-free Plan *(Recovery of Past Due Receivables)*	23.2	19.6	18.6%	66.3	56.8	16.6%
Sales in the Interest-bearing Plan (0+8) *(Interest + Recovery of Past Due Receivables)*	43.3	37.4	15.9%	128.0	113.1	13.2%
Co-branded Card Meu cartão	10.5	2.4	337.1%	22.3	4.1	448.4%
Personal Loans and Other Financial Services	20.4	20.2	0.8%	61.6	61.7	-0.3%
Credit Losses, Net of Recoveries	**(29.0)**	**(24.4)**	**19.0%**	**(82.6)**	**(72.1)**	**14.6%**
Sales in the Interest-free Plan (0+5)	(6.7)	(6.2)	9.2%	(20.9)	(17.4)	19.9%
Sales in the Interest-bearing Plan (0+8)	(12.6)	(10.4)	20.6%	(38.3)	(34.1)	12.3%
Co-branded Card Meu cartão	(4.3)	(1.3)	244.9%	(9.0)	(1.6)	458.3%
Personal Loans	(5.4)	(6.5)	-17.0%	(14.4)	(19.0)	-23.8%
Operating Expenses *(Renner Card & Financial Services)*	**(25.4)**	**(21.2)**	**19.7%**	**(79.4)**	**(59.0)**	**34.5%**
Result from Financial Services	**43.0**	**34.0**	**26.5%**	**116.2**	**104.6**	**11.1%**
% of Company's total EBITDA	29.0%	32.3%	-3.3p.p.	27.5%	28.3%	-0.8p.p.

Results from Financial Services in **3Q12** were **R$ 43.0 million**, **26.5%** higher than the R$ 34.0 million in 3Q11. The highlights were stronger contributions from financed Private Label and co-branded credit card sales as well as the low degree of non-performance – which continues at historically low levels for the Company. In **9M12**, **Results from Financial Services** were **R$ 116.2 million** against R$ 104.6 million for 9M11.

In **3Q12**, **Losses on Renner Card Sales**, **Net of Recoveries** were **2.4%** of Net Revenue from Merchandise Sales, a lower percentage than the 2.5% reported in 3Q11 (or 2.9% if the credit portfolio only is considered versus the same 2.9% in 3Q11). In **9M12**, **Card Losses** were **2.6%**, -0.1p.p down on the 2.7% for 9M11 (or 8.8% if the credit portfolio only is considered against 9.1% in the preceding year). This performance reflects a series of initiatives the Company has adopted for the control of losses and efficiency gains in the granting of credit, credit collection and recovery.

In September, the total number of **Renner Cards** issued amounted to **20.2 million** representing a share of **52.9%** in the sales of merchandise in the 3Q12 versus 55.3% in 3Q11. In **3Q12**, credit sales in the form of **interest-free installments** represented **41.2%** of total sales and **0+8 interest-bearing installments** accounted for a further **11.7%**. For the **nine months**, the Renner Card represented **52.6%** of Sales, **40.5%** in **interest-free installments** and **12.1%** in **0+8 interest-bearing installments**.

The **average Renner Card sales ticket** in **3Q12** was **R$ 147.66** against R$ 136.34 in 3Q11 while in **9M12** this item was **R$ 150.13** against R$ 140.90 for the same period in 2011. In turn, the **Company's average ticket** was **R$ 108.16 in 3Q12**, **8.1%** higher than the R$ 100.07 in the same period for the preceding year. In the **nine months**, **the Company's average ticket** was **R$ 109.33,** a growth of **6.7%** over the R$ 102.49 for 9M11.

In the **personal loans** products segment, the **total loan portfolio** in September 2012 reached **R$ 113.2 million** (R$ 82.8 million if adjusted to present value), against R$ 106.1 million for September 2011**. Losses on Personal Loans, net of recoveries** in the **quarter** were **4.4%** (over the portfolio) against 5.8% for the same period in 2011 and in the **nine months, 11.8%** against 16.9% for the 9M11. The **average loan ticket in 9M12** was **R$ 616.00** and the **average term**, **7.9 months.**
In **September 2012**, the number of **Meu Cartão cards issued** amounted **1.1 million**, the portfolio totaling **R$ 80.4 million** at the end of the period, contributing in **9M12** to the generation of revenue totaling R$ 22.3 million against R$ 4.1 million in 9M11. **Portfolio losses** in **3Q12** were **5.3%** (of the value of the portfolio), slightly higher than the other portfolios.

Operational Expenses on Financial Services in **3Q12** reported an increase of **19.7%** to **R$ 25.4 million** while in **9M12** these expenses were **R$ 79.4 million** due to expenses related to the co-branded card, the larger number of Renner Stores with Realize credit desks, and receivables collection overheads.

TOTAL EBITDA: RETAIL + FINANCIAL SERVICES

In the light of the foregoing, **Total EBITDA** was **R$ 148.2 million** in **3Q12**, comprising **R$ 105.2 million** from the **Retailing Operation** and **R$ 43.0 million** from **Financial Services**. Consequently, the **Total EBITDA Margin** for **3Q12** was **18.4%** against 16.0% in 3Q11, an important gain of +2.4p.p. In the **nine months**, **Total EBITDA** was R$ **422.2 million** and the **EBITDA Margin** reached **18.5%** versus 19.2% in 9M11. The squeeze on margin during the nine month period largely relates to weaker performance in 1H12, a situation which, as already commented, has begun to be reversed.

FINANCIAL RESULT, NET

FINANCIAL RESULT, NET (R$ MM)	3Q12	3Q11	9M12	9M11
Financial Revenues	9.9	13.4	21.7	27.4
Financial Expenses	(23.2)	(10.9)	(47.2)	(18.4)
Other Results	(1.6)	(0.8)	0.1	(0.2)
Financial Result, Net	**(14.9)**	**1.7**	**(25.4)**	**8.8**

The Company posted a **3Q12 Net Financial Expense** of **R$ 14.9 million** against a financial income of R$ 1.7 million in 3Q11. In the **nine months**, the **Net Financial Expense** was **R$ 25.4 million** against a financial income of R$ 8.8 million for 9M11. This result was made up of financial income accruing principally from income on investments of Cash and Cash Equivalents which totaled R$ 9.9 million in 3Q12 and R$ 21.7 million in 9M12 as well as financial expenses of R$ 23.2 million in 3Q12 and R$ 47.2 million in 9M12 and largely related to debt service charges, a reflection of the new capital structure involving greater financial leverage.

DEBT/NET CASH

DEBT/NET CASH (R$ MM)	Sep-12	Jun-12	Sep-11
Cash and Cash Equivalents	643.7	356.2	659.1
Total Loans and Financing	(657.5)	(366.9)	(354.4)
Current	(45.5)	(50.5)	(29.1)
Noncurrent	(612.0)	(316.4)	(325.3)
Debt/Net Cash	**(13.8)**	**(10.7)**	**304.7**
Net Debt / EBITDA*	**0.02 x**	**0.02 x**	**-0.60 x**

*EBITDA for the last 12 months.

On **September 30, 2012**, **Cash and Cash Equivalents** totaled **R$ 643.7 million**. This increase over that of June is principally related to the issue on August 3 of 30,000 simple non-convertible debentures with a nominal unit value of R$ 10,0 thousand. The Company's **Loans and Financing** were **R$ 657.5 million**, of which R$ 615.1 million relates to the issue of debentures, R$ 27.4 million of funding arranged with the Banco do Nordeste and R$ 15.0 million of loans for working capital at Camicado. As a result the Company concluded the **quarter** with a **Net Debt** of **R$ 13.8 million.**

The financing positions linked to the financial services operation as well as to the financing of imports, are deemed operational financing and for this reason are not considered for the purpose of calculating debt/ net cash.

NET INCOME

In the light of the above mentioned items, the Company's **Net Income** in **3Q12** was **R$ 68.5 million** with a **Net Margin** of **8.5%** against 8.6% in 3Q11. In the **nine months** of 2012, Renner's total **Net Income** was **R$ 207.7 million**, with a **Net Margin** of **9.1%** against 11.3% in 9M11. Narrower margins reflect higher financial expenses due to the new capital structure and the higher level of depreciation.

INVESTMENTS (CAPEX)

CAPEX SUMMARY (R$ MM)	3Q12	3Q11	9M12	9M11
New Stores	36.3	29.6	89.6	89.4
Remodeling of Installations	15.3	7.4	45.6	17.6
IT Equipment & Systems	15.2	10.3	33.2	15.5
Distribution Centers	19.2	4.5	52.3	16.6
Others	0.4	3.9	11.4	4.9
Total	**86.4**	**55.7**	**232.1**	**144.0**

In **3Q12**, **Investments** in the Company's fixed assets amounted to **R$ 86.4 million** against R$ 55.7 million in 3Q11. Of this total, R$ 36.3 million was invested in the opening and preparation of new stores. In the **quarter**, 2 new Renner stores and 2 Camicado stores were opened and in the **nine months,** a total of 9 Renner and 5 Camicado stores were rolled out. Over the **nine months, investments** in Company fixed assets amounted to **R$ 232.1 million** against R$ 144.0 million in 9M11.

In **September 2012**, Renner had a total of **176 stores**, including the three Blue Steel pilot operations, representing a selling area of **334.1 thousand m²**. In turn, Camicado had a total of **35 stores** with a selling area of **19.0 thousand m²**.

Expenses with **Depreciation and Amortization** totaled **R$ 33.7 million** in **3Q12**, representing a variation of 39.6% over 3Q11 while the same overheads in **9M12** were **R$ 95.8 million**, a variation of 40.4%. This growth is associated to the larger number of stores due to the expansion plan as well as the inclusion of Camicado's assets as from May 2011.

DIVIDENDS

In **3Q12**, Lojas Renner credited dividends of **R$ 20.0 million** to its Shareholders in the form of Interest on Equity or **R$ 0.1621 per share**. In the **nine months**, a total of **R$ 61.0 million** or **R$ 0.4949 per share** was credited.

PERSPECTIVES

Lojas Renner remains positive as to the improvement in the prospects for consumption in 4Q12, already portended by a good sales performance in October.

Notwithstanding these prospects and although it has structured the business to execute its expansion plan in full, Management believes that implementation could be affected by a delay in the opening of some shopping malls, with the possibility that the number of store rollouts will be reduced to 25 units in 2012. On the other hand, Camicado stores openings may exceed expectations with up to 10 stores being opened by the end of 2012. For the following years, the Company maintains its expansion plans already announced to the market.

All other strategic investments are confirmed, more particularly those related to the new logistic model, the first distribution center was inaugurated in Rio de Janeiro in August, and also investments linked to the store remodeling program. Both investments will be ongoing over the next few years.

In addition to these initiatives, the Company also takes a positive view in relation to the other projects supporting its long-term strategy, more especially Meu Cartão, which has already begun to present positive results; Camicado, which should begin to contribute more positively from 2013; and the revitalization of the Private Label Card, that have already started this year, and E-commerce with the new platform. The specialized store project remains on track with rollout beginning 2013 when 10 to 15 stores, already under the new brand name, will be opened.

EXPLANATORY NOTES

(All amounts in thousands of reais, unless otherwise indicated)

1 Operations

Lojas Renner S.A. (the "Parent Company") is principally engaged in retail sales of clothing, sportswear and other department store articles in the domestic market. The Parent Company and its subsidiaries (together "the Company" or Consolidated) are also engaged in there tail trade of household appliances, bedding and bath, furniture and home decor products, import of goods, investments in other companies, exercising control or investing on a permanent basis with significant investment in its capital, as a partner or shareholder, as well as the administration of its own assets and the realization of various projects, either alone or jointly with other companies, intermediation of financial services, such as personal loans, financing of purchases, insurance and capitalization certificates, private label credit card, and other activities.

The Parent Company is a corporation with head office in Porto Alegre, State of Rio Grande do Sul, listed on the São Paulo Stock Exchange ("BOVESPA": LREN3).

2 Interim Financial Statement Presentation

The interim financial statements included in the Quarterly Information Form - ITR, are in accordance with CPC 21 Financial Intermediary and with the international standard IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board - IASB, and presented in a manner consistent with the rules issued by CVM applicable to the preparation of the Quarterly Information - ITR. These quarterly financial statements include:

- *The Parent Company's interim individual financial statements prepared and presented in accordance with accounting practices adopted in Brazil ("BRGAAP"), as described in Note 2.1.*

- *The Company's interim consolidated financial statements prepared and presented in accordance with International Financial Reporting Standards (IFRS), and also in accordance with accounting practices adopted in Brazil ("BRGAAP"), as described in Note 2.2.*

Except for the assets acquired through business combinations (note 11), the financial statements have been prepared considering the historical cost as the basis of value and financial assets and liabilities (including derivative instruments) at fair value.

The preparation of interim financial statements, both under IFRS and under BRGAAP, requires the use, by the Company's Management, of estimates and assumptions that affect the reported amounts of assets, liabilities and other transactions. As Management judgment involves estimates related to the probability of future events, actual results may differ from these estimates.

Management evaluates as critical accounting practices not only those that are significant to present the financial position and the results of operations and also those that require more difficult, subjective or complex judgments, usually as a result of the necessity of estimates involving the impact of inherently uncertain matters. These judgments become more subjective and complex as the number of variables and assumptions that affect the possible future resolution of the uncertainty increases. In the preparation of the interim financial statements, the Company has adopted variables and assumptions that are derived from historical experience and other factors that it believes are reasonable and relevant. Even though these estimates and assumptions may be revised by the Company in the ordinary course of its business, the balance sheet and the statement of operations frequently require the use of judgment regarding the effects of inherently uncertain matters that affect the book values of its assets and liabilities. The actual results may vary from the estimates under variables, assumptions and different conditions.

The main operations and evaluations that were significantly affected by estimates refer to provisions for tax, civil and labor contingencies (Note 17), the allowance for doubtful accounts (Note 6), determination of the discount rate used to calculate the adjustment to present value (Notes 16), determination of fair value of share-based compensation (Note 26), determination of the fair value of derivative instruments (Note 22.4), provision for inventory losses (Note 8), estimate of realization of deferred income tax assets (Notes 9), estimate of useful lives of property, plant and equipment and intangible assets (Note 11), and assessment of impairment of intangible assets with indefinite useful life (Note 11).

These financial statements were approved by the management on October 17, 2012.

2.1 Interim individual financial statements of the Parent Company - BRGAAP

The interim individual financial statements of the Parent Company have been prepared and are being presented in accordance with accounting practices adopted in Brazil ("BRGAAP"), considering the pronouncements, guidance and interpretations issued by the Brazilian Accounting Pronouncements Committee ("CPC"), standards, guidance and interpretations issued by the Brazilian Securities Commission ("CVM"), and the provisions included in the Brazilian Corporation Law and are being published together with the consolidated interim financial statements.

In the interim individual financial statements the investments in subsidiaries are accounted under the equity method. The same adjustments are made in both the interim individual financial statements and the interim consolidated financial statements to have the same net income and equity attributable to the share holders of the parent company. The

accounting practices adopted in Brazil for the interim individual financial statements require the use of the equity method to measure the investments in subsidiaries, while that under IFRS the investments in subsidiaries should be measured at cost or fair value.

2.2 Interim consolidated financial statements - IFRS and BRGAAP

The interim consolidated financial statements have been prepared in accordance with accounting practices adopted in Brazil ("BRGAAP"), considering the pronouncements, guidance and interpretations issued by the Brazilian Accounting Pronouncements Committee ("CPC"), standards, guidance and interpretations issued by the Brazilian Securities Commission ("CVM"), and the provisions included in the Brazilian Corporation Law, and also in accordance with International Financial Reporting Standards - IFRS issued by the International Accounting Standards Board – IASB.

3 Summary of Significant Accounting Practices

The main accounting policies presented below are equally applicable to the Parent Company (BRGAAP) and the Consolidated (IFRS and BRGAAP) financial statements. These practices have been consistently applied in all in all period presented.

3.1 Segment reporting

Operating segments are reported in a manner consistent with the internal reports provided to the Company's chief operating decision-maker. The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors, which makes major strategic decisions.

3.2 Foreign currency translation

Functional and presentation currency

Items included in the Company's financial statements are measured using the currency of the primary economic environment in which the Parent Company and each of its subsidiaries operate ('the functional currency'). The consolidated financial statements are presented in Brazilian reais (R$), which is the functional currency of the Parent Company and all of its subsidiaries and also the Company's presentation currency.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are re-measured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the income statement, except when deferred in equity as qualifying cash flow hedges.

3.3 Revenue recognition

Revenue comprises the fair value of the consideration received or receivable for the sale of goods and services in the ordinary course of the Company's activities. Revenue is shown net of value-added tax, returns, rebates and discounts and after eliminating revenues between consolidated entities.

The Company recognizes revenue when the amount of revenue can be measured reliably, it is probable that future economic benefits will flow to the entity and when specific criteria have been met for each of the Company's activities described as follows:

Sales of goods - retail

The Company has a chain of retail outlets to sell its goods. Revenue from sale of goods is recognized when the goods are delivered to customers. Sales are paid for in cash, with credit cards or through financing, described in "sales of financial services". Customers have the right to return products within 30 days from date of purchase. (Note 29)

Sales of financial services

The Company carries out and intermediates customer credit financing, personal loans, and sales financing by financial institutions. The results of these operations are appropriated to income, based on the effective interest rate method, over the life of the contracts.

3.4 Cash and cash equivalents

These comprise cash, bank demand deposits, short-term high liquid investments, and the balance of earnings from investments in the Credit Rights Investment Fund - FIDC Lojas Renner (subordinated quotas of the Parent Company), recorded in similar amounts to market values. The consolidated statements also include the balances of the financial investments of the Credit Rights Investment Fund - FIDC Lojas Renner, the use of which is restricted to the purchase of receivables generated by the Parent Company.

3.5 Financial assets

Classification

The Company classifies its financial assets according to the following categories: measured at fair value through profit or loss and loans and receivables. The classification depends on the purpose for which the financial assets were acquired. Management determines the classification of the financial assets at the time they are initially recorded.

(a) Assets at fair value through profit and loss

Financial assets at fair value through profit or loss are financial assets held for trading. A financial asset is classified in this category if acquired principally for the purpose of selling in the short-term. Derivatives are also categorized as held for trading unless they are designated as hedges instruments (Note 22). Assets in this category are classified as current assets.

(b) Loans and Receivables

Loan and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for maturities greater than 12 months after the end of the reporting period, which are classified as non-current assets. The Company's receivables comprise 'Trade accounts receivables, other trade accounts receivables and FIDC – Lojas Renner" (Note 22).

Recognition and measurement

Regular purchases and sales of financial assets are recognized on the trade-date - the date on which the Company commits to purchase or sell the asset. Financial assets at fair value through profit or loss are initially recognized at fair value. Financial assets are derecognized when the rights to receive cash flows from the investments have expired or have been transferred and the Company has transferred substantially all risks and rewards of ownership. Receivables are recorded at fair value, based on the effective interest rate method (Note 6).

The Company assesses at each balance sheet date whether there is objective evidence that a financial asset or group of financial assets is impaired. Impairment testing of trade receivables is described in Note 6.

Offset of financial instruments

When there is a legally enforceable right to set-off the financial assets and liabilities, the net amount is presented in the statements of financial position if there is the intention either to settle on a net basis, or realize the asset and settle the liability simultaneously.

3.6 Trade accounts receivable

Trade accounts receivable correspond to the amounts receivable for the sale of goods, as well as the amounts of personal loans granted to customers by the financial institutions, in which the company acts as a mediator. If collection is expected in one year or less, receivables are classified as current assets, otherwise they are presented in non-current assets.

Trade receivables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest rate method (Note 3.8), less provision for impairment losses (Note 3.7).

The Parent Company carries out securitization of accounts receivable through the Credit Rights Investment Fund Lojas Renner ("FIDC Lojas Renner"), as described in Note 7.

3.7 Provision for losses on trade receivables

The provision for losses is recorded based on the analysis of the customer portfolio, in an amount considered sufficient by Management to cover losses on the collection of receivables. Regarding personal loans, the provision for losses is recorded based on the risk classification of the transactions, similar to the criteria for risk classification of credit transactions defined by the Central Bank of Brazil.

3.8 Discount to present value

Purchases and sales on credit at fixed rates were discounted to their present value on the date of the transactions,

according to their terms, based on the estimated rate of the cost of Company´s capital, plus credit risk, in the case of customers. The interest rate used for calculating the discount to present value of credit sales was 1.9% p.m. and reflects, according to Management's assessment, the cost and specific risks of the receivables portfolio. The interest rate used for calculating the discount to present value of credit purchases was 1.0% p.m. Taxes payable included in non-current liabilities, which are not subject to financial charges, were also discounted to present value based on the Company´s capital costs. Deferred taxes are not discounted to their present value.

The discount of purchases to present value is recorded within trade accounts payable and inventories. The realization of the discount in inventories is recorded in cost of sales as those inventories are sold, and the discount in trade accounts payable is reversed over the term of the payables. The discount to present value for credit sales is recorded in trade accounts receivable (Note 6), and its reversal is recorded in revenue from sales over the term of the receivables.

3.9 Inventories

Inventories are stated at average cost of acquisition, less a provision to adjust them to their probable realizable values, when applicable. Inventory costs include the transfer from equity of any gains/losses of qualified cash flow hedges of the purchase of imported goods.

3.10 Property, plant and equipment and intangible assets

Stated at cost of acquisition, formation or installation of the stores, less accumulated depreciation or amortization. Depreciation or amortization is calculated using the straight-line method at rates that take into consideration the estimated economic useful lives of the assets as detailed in Note 11. The Company reviews its property, plant and equipment items to identify evidence of impairment, as described in Note 3.11. The Company reviews periodically the economic useful lives of its property, plant and equipment items.

3.11 Impairment of non-financial assets

Assets with indefinite life, such as goodwill, are not subject to amortization and are tested annually to identify any need for impairment adjustment. Assets that are subject to depreciation or amortization are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and its value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (Cash-Generating Units - CGU). The non-financial assets, except for the goodwill, which have been adjusted for impairment, are reviewed for the analysis of a possible reversal of impairment on the date of the report.

3.12 Provisions

Provisions are recognized when the Company has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation. Provisions for tax, civil and labor contingencies are recognized based on the best estimates of the risk involved, in amounts considered sufficient by Management to cover probable losses, and are updated through each reporting date considering the nature of each contingency and based on the opinion of the Company's attorneys.

3.13 Loans and financing

Loans and financing are initially recognized at fair value. At each subsequent balance sheet date, they are measured at their amortized cost, including charges, interest based on the effective rate and monetary and exchange variations, less contractual repayments.

The costs of obtaining a loan are recognized as costs of the transaction. To the extent there is no evidence that it is probable that some or all of a facility will be drawn down, the respective fee is capitalized as a pre-payment for liquidity services and amortized over the period of the facility to which it relates.

3.14 Current and deferred income tax and social contribution on net income

Current taxes

The provision for income tax and social contribution is based on taxable profit for the year. The provision for income tax and social contribution is calculated individually for each company based on the rates prevailing at the end of the period.

Deferred taxes

Deferred income tax and social contribution taxes are recognized over temporary differences at the end of each period between the balances of assets and liabilities accounted in the financial statements and the corresponding tax bases used in the calculation of taxable income, including tax losses balances, where applicable . Deferred tax liabilities are generally accounted over all taxable temporary differences and deferred tax assets are accounted cover all deductible

temporary differences, only when it is probable that the company will be able to present future taxable income in a sufficient amount for such deductible temporary differences can be utilized . Deferred tax assets and liabilities are not accounted over temporary differences arising from goodwill or from the initial recognition (except for a business combination) of other assets and liabilities in a transaction that does not affect the taxable profit or the accounting profit.

The recoverability of the deferred tax assets is reviewed at the end of each year and, when is no longer probable that future taxable profits will be available to allow the recovery of part or all of the deferred tax assets, the deferred tax asset balance is adjusted by the amount of the expected recoverability.

Deferred tax assets and liabilities are measured by tax rates applicable in the period in which it is expected that the liability is settled or the asset is realized, based on rates provided for the tax law at the end of each period, or when a new law has been substantially approved. The measurement of deferred tax liabilities and assets reflects the tax consequences that would result from the manner in which the Company expects, at the end of each period, to recover or settle the carrying amount of these assets and liabilities. The balance of deferred income tax and social contribution is presented net in the financial statements.

The current and deferred taxes are accounted in the income statement, except when refers to items recorded in "Other comprehensive income", or directly in equity. When the current and deferred taxes results from the initial accounting on a business combination, the tax effect is considered in the accounting for the business combination.

3.15 Benefits to officers, executives and employees

The Company grants to its officers, executives and employees various benefits which are usual in the market. For a better alignment of the interests of officers, executives and employees, the Company also grants the following benefits:

Share-based compensation

The Company grants share-based compensation plans to selected officers and executives, under which the entity receives services from them in exchange for equity instruments (options) of the Company. The fair value of share options granted is calculated on the date of the related grant based on the Black&Scholes valuation model. This model uses assumptions such as the fair value of the share on the grant date, the exercise price of the option, the volatility of the Company's share price, the risk-free interest rate, and the vesting period. The expense is recorded on a "pro rata temporis" basis, during the period the service is provided, which starts on the grant date and continues to the date on which the option becomes vested.

Sharing of profit and results

The Company recognizes a liability and an expense whose main assumptions for the recognition and payments are related to reaching goals for sales, gross margin, operating result, issuance of cards, among others.

3.16 Distribution of dividends and interest on capital

The Company's by-laws and the corporate law establish that at least 25% of the annual adjusted net income be distributed as dividends. Therefore, the Company records a provision, at the end of each fiscal year, in the amount of the compulsory minimum dividend that has not yet been distributed, if this limit has not been reached by interim payments. Dividends exceeding this limit are recorded in a specific account in equity named "Additional Dividend Proposed". When declared by Management, interest on capital is considered part of the dividends for the period.

The tax benefit of interest on capital is recognized in the income statement.

3.17 Transactions with derivative financial instruments

Derivatives are recognized at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. The method of recognizing the resulting gain or loss depends on whether the derivative is designated as a hedging instrument, and if so, the nature of the item being hedged. The Company use the hedge accounting and designates certain derivatives as either: (i) hedges of the fair value of recognized assets or liabilities or a firm commitment (fair value hedge); or (ii) hedges of a particular risk associated with a recognized asset or liability or a highly probable forecast transaction (cash flow hedge).

The Company documents at the inception of the transaction the relationship between hedging instruments and hedged items, as well as its risk management objectives and strategy for undertaking various hedging transactions. The Company also documents its assessment, both at hedge inception and on an ongoing basis, of whether the derivatives that are used in hedging transactions are highly effective in offsetting changes in fair values or cash flows of hedged items.

The fair values of various derivative instruments used for hedging purposes are disclosed in Note 22. Variations in the hedge amounts are shown in "Statement of comprehensive income". The full fair value of a hedging derivative is classified as a non-current asset or liability when the remaining maturity hedged item is more than 12 months and as a current asset or liability when the remaining maturity of the hedged item is less than 12 months. Trading derivatives are classified as a current asset or liability.

(a) Fair value hedge

The Company only applies fair value hedge accounting to protect itself from foreign exchange risks arising from the imports financing (Note 15). Purchased U.S. dollar call options, forward contracts - non-deliverable forward (NDF) and swap contracts exchanging foreign exchange variation by the a CDI percentage index, are used in these hedges.

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recorded in the statement of income, together with any changes in the fair value of the hedged asset or liability that is attributable to the hedged risk. Changes in fair value on the currency risk of import financing protected by hedges are recognized in the statement of income as cost.

(b) Cash flow hedge

The Company only applies cash flow hedge accounting to protect itself from foreign exchange risks arising from commitments to import goods. Purchased U.S. dollar call options are used in these hedges.

The effective amount of variations on the derivatives fair value that are designated and qualified as cash flow hedges, are accounted in equity and presented within Carrying value adjustments until the settlement date of the related derivative, when the gains and losses previously deferred in equity are transferred from equity and included in the initial measurement of the cost of the asset. The deferred amounts are ultimately accounted in cost of goods sold, in the case of inventory, or in depreciation, in the case of fixed assets.

3.18 Lease transactions

The lease agreements in which a significant portion of the ownership risks and benefits remains with the lessor are classified as operating leases (Note 33).

The lease agreements for assets destined for the Company's operations and its subsidiaries are classified as finance leases whenever the terms of the agreement substantially transfers all the risks and rewards of the ownership to the lessee. The classification of lease agreements is held at the time of the engagement.

The payments of operating leases (net of any incentives received from the lessor) are charged to the income statement on an accrual basis over the lease term.

For finance lease contracts, a fixed/intangible asset and financing liabilities are accounted in the balance sheet by the lower amount between the fair value of the leased asset and the present value of the minimum lease payments, and the assets are subject to depreciation/amortization during the useful economic life of the asset (Notes 11 and 13) or in accordance with the term of the lease, if lower. .

Finance lease installments paid are accounted in liabilities and the parts of financial charges are accounted in statement of income. The corresponding obligations, net of the financial charges, are classified as current and noncurrent liabilities according to the term of the contract.

3.19 Trade payables

Trade payables are obligations to pay for goods or services that have been acquired from suppliers in the ordinary course of business from suppliers, being classified as current liabilities.

Trade payables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest rate method (Note 16).

3.20 Accounting practices applicable only to the consolidated financial statements - IFRS and BRGAAP

Subsidiaries and consolidation principles

Subsidiaries are all entities directly and indirectly controlled by the Company. Control is considered to exist when Lojas Renner holds, directly or indirectly, the majority of the voting rights or has the power to govern the financial and operating policies of an entity, in order to obtain benefits from its activities. Subsidiaries are fully consolidated as from the date on which the control is transferred to the Company.

Balances and transactions between the consolidated entities, and unrealized gains and losses on these transactions, when applicable, were eliminated. The accounting practices used by the subsidiaries were adjusted to ensure consistency with the accounting practices used by the Company.

As established by CVM Instruction 408/04, the Company consolidates the financial statements of FIDC Lojas Renner, since it is a special purpose entity with activities substantially conducted based on the operational needs of the Company, which is exposed to most of the risks and benefits related to the fund, through the ownership of all subordinated quotas.

On consolidation of FIDC Lojas Renner assets and liabilities, gains and losses on transactions between the Company and the Fund were eliminated.

On September 30, 2012 the Company's consolidated financial statements include the following subsidiaries:

	Direct interest % in total capital	Indirect interest % in total capital
Dromegon Participações Ltda. ("Dromegon")	100.0%	-
Renner Administradora de Cartões de Crédito Ltda. ("RACC")	100.0%	-
Renner Empreendimentos Ltda. ("REMP")	100.0%	-
Maxmix Comercial Ltda. ("Camicado")	-	100.0%

3.21 Accounting practices applicable only to the Parent Company's individual financial statements - BRGAAP

Investments

These refer to investments in subsidiaries accounted for on the equity method. Balances and transactions between the subsidiaries and the Parent Company, and unrealized gains and losses on these transactions, when applicable, were eliminated. The accounting practices adopted by the subsidiaries are consistent with those adopted by the Company.

3.22 Presentation format of statement of income

In the statements of income the Company presents the operating income before the equity results in subsidiaries, depreciation and amortization, expenses with stock options plan, financial results and result on disposal or write-off of fixed assets. This presentation format represents the concept of EBITDA to meet the needs of the shareholders and users of these financial statements. The Company's EBITDA are being presented together with the Note 32 in these financial statements.

The expenses included in the statements of income, in these financial statements, are presented in accordance with its function. The disclosures of such expenses in accordance with its nature are stated in Note 34.

3.23 Statement of value added (DVA)

The purpose of this statement is to demonstrate the wealth generated by the Company and its distribution during the period and is presented by the Company as required by Brazilian Corporate Law, as part of the individual financial statements and supplementary information to the consolidated financial statements, as is not a statement required according to IFRS.

The Statement of value added has been prepared based on information obtained from the same accounting records used to prepare the financial statements and according to CPC 09 - Statement of Value Added.

4 Standards, Amendments to and Interpretations of Standards

Standards, interpretations and revisions of existing standards

- IAS 1 - Presentation of items of other comprehensive income - On June 2011, the IASB issued a revised IAS 1. The amendment to IAS 1 addresses issues related to the disclosure of items of other comprehensive income and establishes the need to separate items which will not be further reclassified to the net income and items that can be further reclassified to the net income. The revised standard is effective for annual reporting periods beginning on or after July 1, 2012. The Company believes that there is no impact on the financial statements.

Standards, interpretations and revisions of existing standards not

The following new standards, amendments and interpretations of standards were issued by the IASB but are not effective on September 30, 2012. The early adoption of these standards, although encouraged by the IASB, was not allowed in Brazil by the Accounting Pronouncements Committee (CPC).

- IAS 19 "Employee Benefits" - In June 2011, the IASB issued a revised IAS 19. The most significant change relates to the accounting for changes on defined benefit obligations and plan assets. The modifications require the recognition of changes in defined benefit obligations and fair value of plan assets as they occur, and therefore the elimination of the "corridor approach" allowed in the previous version of IAS 19 and the advanced recognition of past service costs. Additionally, the amendments require that all actuarial gains and losses are recognized immediately through other comprehensive income so that the net assets or liabilities of the pension plan is recognized in the consolidated statement of financial position to reflect the full amount of the deficit or

surplus plane The revised standard is effective for annual reporting periods beginning on or after January 1, 2013. The Company believes that there will be no impact on the financial statements.

- IAS 28 (Joint Venture) - In May 2011, the IASB issued a revised IAS 28. The amendment to IAS 28 addresses issues related to accounting for investments in associates and sets out the requirements for application of the equity accounting method for investments in associate companies and jointly-controlled entities. The standard is applicable from 1st January 2013. The Company is assessing the impact of changes of IAS 28.

- IAS 32 - Offsetting of financial assets and financial liabilities (Offsetting Financial Assets and Financial Liabilities - Amendments to IAS 32). In December 2011, the IASB issued a revised IAS 32. This change addresses issues related to the offsetting of financial assets and liabilities. This standard is effective for annual periods beginning on / or after January 1, 2014. The Company is assessing the impact of changes of IAS 32.

- IFRS 1 - Government Loans (First-time Adoption of International Financial Reporting Standards - Government Loans) In March 2012, the IASB issued a revised version of IFRS 1. This change includes an exception to the retrospective application of the requirements of IFRS 9 and IAS 20 for government loans existing at the date of transition to IFRS. This standard is effective for annual periods beginning on / or after January 1, 2013. The Company believes that there will be no impact on the financial statements.

- IFRS 7 - Disclosures: Offsetting Financial assets and financial liabilities In December 2011, the IASB issued a revised version of IFRS 7. This change addresses aspects related to the offsetting of financial assets and liabilities including rights and evaluates its effects. This standard is effective for annual periods beginning on / or after January 1, 2013. Company is assessing the full impact of IFRS 7.

- IFRS 9 - "Financial Instruments", issued in November 2009. This standard is the first step in the process to replace IAS 39 "Financial Instruments: Recognition and Measurement". IFRS 9 introduces new requirements for classifying and measuring financial assets and probably affects the Company's accounting for financial assets. The standard is not applicable until January 1, 2015, but it is available for early adoption. The Company will evaluate the overall impact of IFRS 9.

- IFRS 10 – "Consolidated Financial Statements" is based on existing principles, identifying the concept of control as a major factor in determining whether an entity should or should not be included in the consolidated financial statements of the parent company. The standard provides additional guidance for determining the control. The standard is applicable from January, 2013. The company is evaluating the full impact of IFRS 10.

- IFRS 11 – "Joint Agreements", issued in May 2011. The standard provides a more realistic approach to joint agreements by focusing on the rights and obligations of the agreement rather than its legal form. There are two kinds of joint agreements: (i) joint operations – when an operator has rights to assets and contractual obligations and will recognize its share of assets, liabilities, revenues and expenses; and (ii) joint control - when an operator has rights over the net assets of the contract and recognizes the investment on the equity method. The method of proportional consolidation will no longer be allowed for joint control. The standard is applicable from January 1, 2013. The Company believes that there will be no impact, considering the current structure of its contracts and equity interests.

- IFRS 12 – "Disclosure of Interests in Other Entities", deals with the disclosure requirements for all kinds of participation in other entities, including joint agreements, associations, special purpose entities and other participations not recognized in the accounting records. The Company believes that there will be no impact, considering the current structure of its contracts and equity interests.

- IFRS 13 – "Fair Value Measurement", issued in May 2011. The objective of IFRS 13 is to improve consistency and to reduce the complexity of fair value measurement, providing a more precise and single source of measuring the fair value and disclosure requirements in IFRS. The requirements, which are well aligned between IFRS and USGAAP, do not expand the use of fair value accounting, but provide guidance on how to apply it when its use is already required or permitted by other IFRS standards or USGAAP. The standard is applicable from January 1, 2013. The Company is evaluating the full impact of IFRS 13.

- IFRIC 20 - Cost of removing materials not usable for the production phase of a surface mine (Stripping Costs in the Production Phase of a Surface Mine). In October 2011, the IASB issued IFRIC 20. This interpretation addresses aspects related to the accounting treatment of stripping costs in the production phase of a surface mine. This interpretation is effective for annual periods beginning on / or after January 1, 2013. The Company believes that there will be impacts considering their current business structure.

There are not other pending IFRS standards or IFRIC interpretations that could have a significant impact on the Company.

5 Cash and Cash Equivalents

	Parent Company - BRGAAP		Consolidated - IFRS and BRGAAP	
	09/30/2012	12/31/2011	09/30/2012	12/31/2011
Local currency:				
Cash and Banks	41,365	35,415	43,408	36,766
CDB (a)	193,982	164,215	193,982	164,215
Debenture-backed repurchase agreements (b)	288,110	187,982	311,773	201,857
LFTN - FIDC financial investments (c)	-	-	91,413	110,610
LFT Over - FIDC financial investments (d)	-	-	-	49,546
Short term investments - FIDC (e)	20,348	28,542	1,020	-
Investment fund – BACEN Jude (f)	108	111	108	111
CDB (g)	1,430	15,147	2,011	15,159
Total	**545,343**	**431,412**	**643,715**	**578,264**

Company's cash and cash equivalent may only be invested in the top-tier financial institutions, as those with grade rating classified as Investment Grade. On September 30, 2012 the Company had investments on the following financial institutions: Banco do Brasil S.A., Banco VotorantimS.A., HSBC Bank Brasil S.A., Banco Santander (Brasil) S.A., Caixa Econômica Federal and Itaú BBA S.A..

The Company's short-term high liquid investments, mostly fixed-income investments, have yields linked to the variation of the interbank certificate of deposit (CDI), with little risk of change in value, and may be redeemed according to the Company's need for cash. These investments refer to:

(a) Bank Certificates of Deposit (CDB), with average yield of 100.7% CDI in the Parent Company – BRGAAP and 101% CDI in the consolidated (101.5% on December 31, 2011);

(b) Repurchase commitments, which represent the sale of a security with the commitment by the seller (bank) to repurchase the security in the future, and by the purchaser to resell it in the future, with average yield of 97.2% in the Parent – BRGAAP and 99.4% CDI in the consolidated (101.8% on December 31, 2011);

(c) FIDC Lojas Renner financial investments backed by Financial Treasury Bills that are available on demand for the acquisitions of receivables generated by the Parent Company's operations, and yield equivalent to the price and profitability considering the carrying value of the instrument, based on the daily rate of the Special System of Settlement and Custody (SELIC);

(d) Fixed income fund - FIDC Lojas Renner, backed by National Treasury Bills Over which are available on demand for the acquisition of receivables originated from operations of the Parent Company and yield equivalent to the variation of DI rate, in which the update of the value of the LFT will include compensatory interest based on Selic rate;

(e) Balance of investments of the Parent Company in FIDC Lojas Renner redeemable at any time, according to the fund regulations (described in Note 7);

(f) Investment fund created for the deductions made by the Central Bank court, when necessary, with average annual yield of 54.70% of CDI, 100% backed by Financial Treasury Bills, net of Management fees; and

(g) Certificate of Bank Deposits (CDB), related to automatic applications which average yield is 20% of monthly CDI index.

6 *Trade Accounts Receivable*

Local currency	09/30/2012	12/31/2011
Credit Card Renner	**194,668**	**335,436**
Not yet due		
To fall due from 1 to 30 days	175,669	151,984
To fall due from 31 to 60 days	143,643	172,684
To fall due from 61 to 90 days	102,840	137,074
To fall due from 91 to 120 days	69,007	102,622
To fall due from 121 to 150 days	41,404	82,558
To fall due from 151 to 180 days	19,649	42,060
To fall due ov er 180 days	20,822	41,319
Past due		-
Past due from 1 to 30 days	63,444	33,726
Past due from 31 to 60 days	22,662	14,210
Past due from 61 to 90 days	14,636	12,534
Past due from 91 to 180 days	40,963	37,606
	714,739	**828,377**
Less:		
Discount to present v alue	(16,713)	(32,010)
Prov ision for losses on receiv ables – Retail	(43,211)	(47,283)
Receiv ables – FIDIC Lojas Renner	(432,127)	(371,540)
Deferred income - assigned receiv ables - FIDC Lojas	(27,739)	(42,051)
Positions with credit balance	(281)	(57)
	(520,071)	**(492,941)**
Third party credit card operators	**121,705**	**159,287**
To fall due from 1 to 30 days	73,813	91,198
To fall due from 31 to 60 days	39,731	56,107
To fall due ov er 60 days	17,276	26,806
	130,820	**174,111**
Less:		
Discount to present v alue cards third	(9,115)	(14,824)
Personal Loan	**13,523**	**10,678**
Commissions and transactions receiv able	32,304	28,396
Less:		
Prov ision for losses on receiv ables - Personal Loan	(18,781)	(17,718)
Other receivables	**1,816**	**1,635**
Total the Parent Company - BRGAAP	**331,712**	**507,036**
Third party credit card operators - Camicado	**22,155**	**20,964**
To fall due from 1 to 30 days	10,409	10,156
To fall due from 31 to 60 days	5,460	6,029
To fall due ov er 60 days	6,286	4,779
Personal Loan – Renner Adm. Cartões de Crédito	**89,839**	**79,620**
To fall	89,839	79,620
Cartão bandeira – Renner Adm. Cartões de Crédito	**75,413**	**26,346**
To fall	61,153	23,829
Ov erdue	19,260	4,807
	80,413	**28,636**
Less:		
Prov ision for losses on receiv ables - Flag card	(3,544)	(1,290)
Amounts to be transferred to Lojas Renner S.A	(1,456)	(1,000)
	(5,000)	**(2,290)**
Other receivables	**432,778**	**372,349**
Receiv ables – FIDIC Lojas Renner	432,127	371,540
Others	651	809
Others	**951,897**	**1,006,315**

The total portfolio credit transferred to FDIC Renner is maintained in the Company's control and presented to evaluate the quality of the credits in the table above, considering the maintenance management of such securities by the Company (note 7). In the consolidated context the securities held in the portfolio of Lojas Renner are fully consolidated by the Company.

Receivables past-due for over 180 days are charged off from trade accounts receivable against the provision for losses on receivables, as shown in the table below:

	Parent Company- BRGAAP						
	Balance on 01/01/2011	(-) Provisions/ (+) Reversals	Disposals	Balance on 12/31/2011	(-) Provisions/ (+) Reversals	Disposals	Balance on 09/30/2012
Provision for losses on receivables - Retail	(42,200)	(121,311)	116,228	(47,283)	(95,697)	99,769	(43,211)
Provision for losses on receivables - Personal Loan	(14,885)	(33,373)	30,540	(17,718)	(24,456)	23,393	(18,781)
Total	**(57,085)**	**(154,684)**	**146,768**	**(65,001)**	**(120,153)**	**123,162**	**(61,992)**

	Consolidated – IFRS and BRGAAP						
	Balance on 01/01/2011	(-) Provisions/ (+) Reversals	Disposals	Balance on 12/31/2011	(-) Provisions/ (+) Reversals	Disposals	Balance on 09/30/2012
Provision for losses on receivables - Retail	(42,200)	(121,311)	116,228	(47,283)	(95,697)	99,769	(43,211)
Provision for losses on receivables - Personal Loan	(14,885)	(33,373)	30,540	(17,718)	(24,456)	23,393	(18,781)
Provision for losses on receivables - Cartão Bandeira	(1,984)	(797)	1,491	(1,290)	(10,018)	7,764	(3,544)
Total	**(59,069)**	**(155,480)**	**148,259**	**(66,291)**	**(130,171)**	**130,926**	**(65,536)**

Trade accounts receivable are discounted to present value at the effective interest rate on the transaction date (Note 3.8), and presented net of the impairment provision (Note 3.7).

Receivables are originated in the retail operations, mostly to individuals, with individual credit analysis, low average ticket, characterized by the pulverization of the credit risk and the absence of guarantee instrument, so that the amounts recorded in accounts receivable reflect the appropriate dimension of the Company's exposure to credit risk. In the process of managing the recovering debts, the Company does not perform the renew of debt and therefore the aging recorded in accounts receivable reflect the original conditions of the contracts.

The credit policies and procedures throughout the cycle, from initiation to recovery, provide security in the origination and management of credit, generating low levels of loss. In the consolidated, the Company has credit risk provisions amounting R$ 65,537, which corresponds to approximately 35% of the total amount past due. The Company, based on historical recovery of debts, on credit process and collection and analysis of default's indicators understands that the remaining 65% without provision, will be received in the normal course of operations.

7 Credit Rights Investment Fund – Lojas Renner (FIDC Lojas Renner)

In December 2010 started the operations of FIDC Lojas Renner, which according to its articles of incorporation has the objective to investment in credit rights as a closed-end fund, governed by CMN Resolution 2907/2001, CVM Instruction 356/01, its articles of incorporation and other applicable legal and regulatory provisions, with the specific purpose of acquiring credit rights originated from purchases on credit made by the Company's customers, through a customer credit financing without charges, extended by the Company, or financing with charges, granted by Itaú Unibanco. FIDC Lojas Renner has a defined operational life, which will end on December 05, 2013.

The equity structure of FIDC Lojas Renner on September 30, 2012 is subdivided into: 3.5 thousand senior quotas held by third parties amounting to R$ 351,848, which represent 67.51% of the equity of FIDC Lojas Renner at that date; and 1.5 thousand subordinated quotas held by the Parent Company, amounting to R$ 169,328 (of which R$ 19,328 is being presented as cash and cash equivalents and R$ 150,000 is being presented as FIDC Lojas Renner in Non Current Assets), representing 32.49% of the equity of FIDC Lojas Renner at that date. The by-laws of FIDC Lojas Renner define that the subordinated quotas should represent at least 30% of the fund's equity and will not have a defined remuneration goal.

The Parent Company acts as the agent for collection and receipt of the receivables, keeping continuing administration of the portfolio after its transfer to FIDC Lojas Renner.

The credit rights securitized by the Parent Company to FIDC Lojas Renner (represented by credit sales and financing of delinquent customers) totaled R$ 432,127 on September 30, 2012 (R$ 371,540 on December 31, 2011), net of the provision for losses.

The balance of the costs incurred by the Parent Company for the establishment of FIDC Lojas Renner totalize R$ 3,867 on September, 30, 2012 (R$ 6,330 on December 31, 2011) which will be recognized in results (cost of financial services) over the life of the fund, according to the internal rate of return (IRR) of the fund raising. In the individual financial statements, that cost is presented in the balance sheet as a prepaid expense and in the consolidated balance sheet as a deduction of financing.

The fund's financial statements are as follows:

	09/30/2012	12/31/2011
Assets		
Cash nad cash equiv alents	91.455	160.157
Accounts receiv able	432.127	371.540
Total Assets	**523.582**	**531.697**
Liabilities and equity		
Accounts payable	2.406	105
Equity	521.176	531.592
Total liabilities and equity	**523.582**	**531.697**

On September 30, 2012, the remuneration of senior quotas is as follows:

Quota holders	Quantity in thousands	CDI Rate	Balance
Seniores A	1.5	116.80%	150,792
Seniores B	0.8	116.80%	80,422
Seniores C	0.8	116.80%	80,422
Seniores D	0.4	116.80%	40,212
Total	**3.5**		**351,848**

Remuneration is calculated based on the CDI rate plus 1.2%, as provided in the Fund's by-laws.

8 Inventories

	Parent Company - BRGAAP		Consolidated - IFRS and BRGAAP	
	09/30/2012	12/31//2011	09/30/2012	12/31//2011
Goods for resale	461,543	305,593	494,998	330,215
Present v alue adjustment	(11,099)	(8,621)	(11,099)	(8,621)
Prov ision for losses	(8,978)	(16,534)	(10,569)	(17,218)
Goods for resale, net	**441,466**	**280,438**	**473,330**	**304,376**
Imports in transit	45,403	95,275	45,403	95,275
Adv ances to suppliers	-	1,183	-	1,183
Auxiliary materials and suppliers	5,029	1,480	5,538	1,914
Total	**491,898**	**378,376**	**524,271**	**402,748**

Cost of goods sold recognized in statements of income during the three months ended September 30, 2012 amounted in R$ 367,798 (R$ 308,537 in September 30, 2011) in the Individual Financial Statements and R$ 390,194 (R$ 327,502 in September 30, 2011) in the Consolidated Financial Statements. Regarding the nine months ended September 30, 2012 was recognized the amount of R$ 1,009,077 (R$ 885,551 at September 30, 2011) in the Individual Financial Statements and R$ 1,068,704 (R$ 916,594 at September 30, 2011) in the Consolidated Financial Statements.

Changes in the provision for losses are shown in the table below:

	Parent Company - BRGAAP	Consolidated - IFRS and BRGAAP
Balance on 01/01/11	**(14,723)**	**(14,723)**
(+) Provision for losses	(20,237)	(21,601)
(-) Effective loss	18,426	19,106
Balance on 12/31/11	**(16,534)**	**(17,218)**
(+) Provision for losses	(11,684)	(12,231)
(-) Effective loss	19,240	18,880
Balance on 09/30/12	**(8,978)**	**(10,569)**

9 *Recoverable and Deferred Income Taxes*

(a) Composition of deferred income tax and social contribution

Deferred income tax and social contribution assets are recorded based on the future tax effects of temporary differences between the carrying amount and tax base of assets and liabilities.

The realization of the book value of deferred tax assets is reviewed annually by the Company and the related adjustments have not been material in relation to Management's initial estimate.

Deferred income tax and social contribution are comprised as follow:

	Parent Company - BRGAAP		Consolidated - IFRS and BRGAAP	
	09/30/2012	12/31/2011	09/30/2012	12/31/2011
Base for deferred taxes:				
Allowance for doubtful accounts	61,992	65,001	65,536	65,001
Discount to present value - net	29,252	46,287	29,252	46,287
Goodwill in acquisition of equity interest (i)	-	-	159,885	159,884
Gains on assets	-	-	(36,131)	(39,358)
Provision for tax contingencies	63,285	53,734	64,673	54,307
Provision for civil and labor contingencies	17,850	18,846	18,061	19,124
Provision for inventory losses	8,978	16,534	10,569	17,218
Carrying value adjustments – Hedge	3,566	(3,243)	3,566	(3,243)
Tax loss carry-forward (ii)	-	-	23,098	11,300
Other provisions	15,322	9,236	13,871	9,235
Total	200,245	206,395	352,380	339,755
Income tax (25%) and social contribution (9%)	68,083	70,174	119,809	115,517

(i) Goodwill from the acquisition of Camicado. The Company's Management estimates that the benefits of amortization of goodwill will be fully utilized within 10 years from the date of the corporate merger of Camicado. For purposes of this analysis, the Company hired a specialized firm, which issued an appraisal report dated April 4, 2011, disclosed by the Company as a material fact at that date. The Company's Management annually reviews the assumptions used in that valuation and did not identify factors that indicate a reduction in profitability or changes in assumptions used. (ii) Tax credits over tax loss carry-forward of Camicado. The same assumptions described in item (i) above were considered for recognition of these credits.

(b) Realization of deferred income tax and social contribution

Based on the past realization of the assets and liabilities which give rise to the deferred income tax and social contribution, as well as the projected results for the following periods, we expect they will be used as the schedule bellow:

Period	Parent	Consolidated
2012	20,239	20,871
2013	32,907	38,546
2014	4,979	13,626
2015	4,979	15,629
2016	4,979	17,292
2017	-	10,872
2018	-	2,973
Total	**68,083**	**119,809**

(c) Analysis of the effective rate of income tax and social contribution

The reconciliation of the expense calculated by applying the combined tax rate and the income tax and social contribution expense charged to the income statement is as follows:

	Parent Company- BRGAAP				Consolidated – IFRS and BRGAAP			
	3Q12	9H12	3Q11	9H11	3Q12	9H12	3Q11	9H11
Profit before income tax and social contribution after statutory involvement	95,381	292,069	77,194	295,923	95,450	288,628	78,297	295,998
Combined tax rate	34%	34%	34%	34%	34%	34%	34%	34%
Tax expenses at nominal rate	(32,430)	(99,304)	(26,246)	(100,614)	(32,453)	(98,133)	(26,621)	(100,639)
Additions:								
Expenses with share-based compensation	(1,360)	(4,108)	(1,447)	(4,942)	(1,360)	(4,108)	(1,447)	(4,942)
Other additions	(373)	(2,726)	(724)	(1,323)	(756)	(3,108)	(1,064)	(1,712)
Results from investments	-	(1,332)	-	-	-	-	-	-
Deductions:								
Results from investments	18	-	604	3,263	-	-	-	-
Interest on capital	6,808	20,740	6,588	19,302	6,808	20,740	6,588	19,302
Loss in investees - prior years	-	-	-	-	-	-	-	3,008
Difference of income tax and social contribution in subsidiaries	-	-	-	-	355	815	210	582
Tax incentives (Workers' Meal Program - PAT)	473	2,367	236	1,150	473	2,367	236	1,150
Other deductions	-	2	485	5,050		495	485	5,050
Tax calculated on the exempt portion of the 10% surtax	6	18	6	18	6	30	12	30
Income tax and social contribution charged to the income statement	(26,858)	(84,343)	(20,498)	(78,096)	(26,927)	(80,902)	(21,601)	(78,171)
Current	(26,292)	(79,937)	(17,009)	(61,217)	(28,323)	(82,879)	(18,702)	(65,719)
Deferred	(566)	(4,406)	(3,489)	(16,879)	1,396	1,977	(2,899)	(12,452)

The Company deducted from income tax payable the following tax incentives:

Description	09/30/2012	09/30/2011
Ruanet Law (4%)	1,458	767
Funcriança (1%)	135	250
Sport Law (1%)	365	208
Total	**1,958**	**1,225**

d) Composition of tax credits

	Parent Company – BRGAAP		Consolidated - IFRS and BRGAAP	
	09/30/2012	12/31/2011	09/30/2012	12/31/2011
Income tax and social contribution	3.574	2.884	3.768	2.954
PIS/COFINS	2.274	2.365	2.323	2.415
ICMS	35.156	23.106	41.275	24.884
Other	236	83	243	192
Current assets	**41.240**	**28.438**	**47.609**	**30.445**
ICMS	23.498	17.277	23.498	17.277
PIS/COFINS	391	-	391	-
Non current assets	**23.889**	**17.277**	**23.889**	**17.277**

10 Investments

Investments in the Parent Company - BRGAAP are as follows:

	Renner Adm. Cartões de Crédito	Dromegon Participações	Renner Empreendimentos	Goodwill	Other Investments	Total
Balance on 01/01/2011	**11.587**	**9.504**	**-**	**1.589**	**63**	**22.743**
Equity Results	9.279	3.399	(1.781)	-	-	10.897
Capital Increase	-	-	150.050	-	-	150.050
Realization of Goodwill (a)	-	-	-	(49)	-	(49)
Balance on 12/31/2011	**20.866**	**12.903**	**148.269**	**1.540**	**63**	**183.641**
Equity Results	3.959	3.192	(11.068)	-	-	(3.917)
Capital Increase	-	2.357	42.000	-	-	44.357
Dividends / JSCP	-	(6.343)	-	-	-	(6.343)
Realization of Goodwill (a)	-	-	-	(37)	-	(37)
Balance on 09/30/2012	**24.825**	**12.109**	**179.201**	**1.503**	**63**	**217.701**

Total Assets	195.397	12.303	192.700
Total Liabilities	170.568	193	13.499
Equity	24.829	12.110	179.201
Net Revenue	40.178	3.791	-
Profit (loss) for the year	3.960	3.192	(11.069)
Interest	99,99%	99,99%	99,999%
Number of shares	7	9.562	192.050

(a) The goodwill on investments classified as investments in fixed assets such as Parent and Consolidated refers to the difference between the fair value at the time of acquisition of the Dromegon and book value of assets recorded in this well controlled. This goodwill is amortized in proportion to the active source is performed.

11 Property, Plant and Equipment and Intangible Assets

The summary of changes in property, plant and equipment in the Parent Company (BRGAAP) and in the Consolidated (IFRS and BRGAAP) were as follows:

(a) Property, plant and equipment

Parent Company – BRGAAP

	Land	Buildings	Property	Furniture/ Facilities and Improvements	Vehicles	Computers and peripherals	Construction in progress	Total
Cost								
Balance on 12/31/11	**287**	**4,772**	**-**	**844,689**	**1,058**	**86,546**	**15,673**	**953,025**
Additions	-	-	-	115,938	226	6,768	55,116	178,048
Additions Leasing	-	-	31,000	-	-	-	-	31,000
Transfers	-	-	-	39,408	-	1,884	(41,292)	-
Transfers Dromegon	-	(4,772)	-	-	-	-	-	(4,772)
Disposals	-	-	-	(1,769)	(151)	(1,779)	(4)	(3,703)
Balance on 09/30/12	**287**	**-**	**31,000**	**998,266**	**1,133**	**93,419**	**29,493**	**1,153,598**
Depreciation								
Balance on 12/31/11	**-**	**(2,449)**	**-**	**(323,480)**	**(462)**	**(47,570)**	**-**	**(373,961)**
Additions	-	34	(103)	(59,389)	(149)	(9,036)	-	(68,643)
Transfers Dromegon	-	2,415	-	-	-	-	-	2,415
Disposals	-	-	-	753	139	1,721	-	2,613
Balance on 09/30/12	**-**	**-**	**(103)**	**(382,116)**	**(472)**	**(54,885)**	**-**	**(437,576)**
Net balance								
Balance on 12/31/11	287	2,323	-	521,209	596	38,976	15,673	**579,064**
Balance on 09/30/12	287	-	30,897	616,150	661	38,534	29,493	**716,022**

Consolidated – IFRS and BRGAAP

	Land	Buildings	Property	Furniture/ Facilities and Improvements	Vehicles	Computers and peripherals	Construction in progress	Total
Cost								
Balance on 12/31/11	**287**	**15,003**	**-**	**863,464**	**1,172**	**88,958**	**16,381**	**985,265**
Additions	-	-	-	118,750	220	7,197	62,491	188,658
Additions Leasing	-	-	31,000	-	-	-	-	31,000
Transfers	-	-	-	44,482	-	1,445	(45,964)	(37)
Transfers Dromegon	-	(2,415)	-	-	-	-	-	(2,415)
Disposals	-	-	-	(1,970)	(190)	(2,104)	(4)	(4,268)
Balance on 09/30/12	**287**	**12,588**	**31,000**	**1,024,726**	**1,202**	**95,496**	**32,904**	**1,198,203**
Depreciation								
Balance on 12/31/11	**-**	**(7,251)**	**-**	**(328,607)**	**(508)**	**(49,418)**	**-**	**(385,784)**
Additions	-	(193)	(103)	(60,061)	(158)	(9,176)	-	(69,691)
Added Value	-	-	-	(2,642)	-	(59)	-	(2,701)
Transfers	-	-	-	(570)	-	569	-	(1)
Transfers Dromegon	-	2,415	-	-	-	-	-	2,415
Disposals	-	-	-	954	178	2,046	-	3,178
Balance on 09/30/12	**-**	**(5,029)**	**(103)**	**(390,926)**	**(488)**	**(56,038)**	**-**	**(452,584)**
Net balance								
Balance on 12/31/11	287	7,752	-	534,857	664	39,540	16,381	**599,481**
Balance on 09/30/12	287	7,559	30,897	633,800	714	39,458	32,904	**745,619**

The table below presents the average depreciation rates for property, plant and equipment:

	Average depreciation rate (p.a. %)
Land	-
Buildings	3
Furniture, facilities and improvements	10
Vehicles	20
Computers and peripherals	20

The Company has not proceeded any revaluation or impairment in assets, and has not identified the existence of idle fixed assets in the period and has no assets not in use that are not classified as held for sale.

(b) Intangible assets

Parent Company - BRGAAP

	IT systems	Right to use properties	Trademarks and patents	Total
Cost				
Balance on 12/31/11	**156,992**	**43,956**	**228**	**201,176**
Additions	38,982	1,932	-	40,914
Additions Leasing	10,611	-	-	10,611
Disposals	(18)	-	-	(18)
Balance on 09/30/12	**206,567**	**45,888**	**228**	**252,683**
Amortization				
Balance on 12/31/11	**(81,308)**	**(29,103)**	**(63)**	**(110,474)**
Additions	(20,181)	(1,306)	(20)	(21,507)
Disposals	18	-	-	18
Balance on 09/30/12	**(101,471)**	**(30,409)**	**(83)**	**(131,963)**
Net balance				
Balance on 12/31/11	75,684	14,853	165	**90,702**
Balance on 09/30/12	105,096	15,479	145	**120,720**

Consolidated - IFRS and BRGAAP

	IT systems	Right to use properties	Trademarks and patents	Other	Camicado Goodwill (i)	Total
Cost						
Balance on 12/31/11	**164,704**	**43,956**	**28,301**	**3,500**	**77,008**	**317,469**
Additions	41,539	1,932	-	-	-	43,471
Additions Leasing	10,611	-	-	-	-	10,611
Transfers	37	-	-	-	-	37
Disposals	(18)	-	-	-	-	(18)
Balance on 09/30/12	**216,873**	**45,888**	**28,301**	**3,500**	**77,008**	**371,570**
Amortization						
Balance on 12/31/11	**(82,978)**	**(29,103)**	**(63)**	**(467)**	-	**(112,611)**
Additions	(21,583)	(1,306)	(20)	-	-	(22,909)
Amortization added v alue	-	-	-	(525)	-	(525)
Transfers	1	-	-	-	-	1
Disposals	18	-	-	-	-	18
Balance on 09/30/12	**(104,542)**	**(30,409)**	**(83)**	**(992)**	**-**	**(136,026)**
Net balance						
Balance on 12/31/11	81,726	14,853	28,238	3,033	77,008	**204,858**
Balance on 09/30/12	112,331	15,479	28,218	2,508	77,008	**235,544**

The table below presents the average amortization rates for intangible assets:

	Average amortization rate (p.a. %)
IT systems	20
Right to use properties	10
Trademarks and patents	10

(a) Except for Camicado trademark acquired in business combination.

(i) Goodwill Camicado
As disclosed in relevant fact as of May 12, 2011, the Company, through of its subsidiary Renner Empreendimentos Ltda. (REMP), concluded on that date the purchase of 100% of the capital of Maxmix Comercial Ltda., is the holder of the Camicado brand, a retailer of domestic appliances, bedding, bath, tableware and home decor products. The total acquisition price was R$ 165,000, which is subject to eventual downward adjustments with respect to Camicado's net debt as of May 4, 2011.

On January 27, 2012 was completed appraisal report on the fair value of assets acquired and liabilities assumed in the acquisition of Camicado for allocation of payment and final verification of the goodwill of R$ 77,008, net of amounts allocated to fixed and intangible assets (and corresponding tax impacts) in accordance with accounting standards and IFRS 3 CPC 15. For this evaluation was considered the base date of April 30, 2011, date of last balance sheet prepared by Camicado before the date of acquisition.

(c) Impairment of intangible assets with indefinite life
Intangible assets with indefinite useful lives, relates to the goodwill and brand identified in the acquisition of Camicado held on May 12, 2011. The respective acquisition values of these assets were supported by appraisal reports issued by experts on May 4, 2011 and January 27, 2012. Company's Management tested these assets for possible impairment on December 31, 2011, in accordance with the accounting practice presented in note 3.11. For this analysis the Company's Management considered Camicado business as a cash-generating unit (CGU).
The recoverable value of Camicado was determined based on calculations of the value in use, projections of cash flow before income tax and social contribution, based on financial budgets approved by Management for a period of 10 years considering the opening plan of new stores and average rates of long-term growth of the retail sector in which operates Camicado.

12 Loans and Financing

Current liabilities

	Parent Company - BRGAAP		Consolidated - IFRS and BRGAAP	
	09/30/2012	12/31/2011	09/30/2012	12/31/2011
Loans and financing				
Local currency:				
Financing Banco do Nordeste (a)	12,138	12,138	12,138	12,138
Financing charges Banco do Nordeste	72	106	72	106
Loans - working capital (b.1)	-	-	-	5,564
Loans - working capital - warrenty accounts (b.2)	-	-	15,007	5,693
Debentures financing charges - tranche 1 (c)	9,575	12,502	9,575	12,502
Debentures financing charges - tranche 2 (c)	8,752	5,000	8,752	5,000
Total	**30,537**	**29,746**	**45,544**	**41,003**

Non-current liabilities

	Parent Company - BRGAAP		Consolidated - IFRS and BRGAAP	
	09/30/2012	12/31/2011	09/30/2012	12/31/2011
Loans and financing				
Local currency:				
Financing Banco do Nordeste (a)	15,173	24,276	15,173	24,276
Debêntures - tranche 1 – (c)	435,100	215,100	435,100	215,100
Debêntures - tranche 2 – (c)	164,900	84,900	164,900	84,900
Balance to be amortized - structuring cost of debentures	(3,212)	(1,943)	(3,212)	(1,943)
Total	**611,961**	**322,333**	**611,961**	**322,333**

(a) On December 20, 2007 the Company entered into a financing agreement with Banco do Nordeste, through FNE (Fundo Constitucional de Financiamento do Nordeste), in the amount of R$ 64,816, to be released in four installments, secured by a letter of guarantee. The loan was obtained to finance the expansion of the Company's stores in the Northeast region. Up to September 30, 2012, the first three installments in the amount of R$ 57,647 were released, on which payments of principal have already been made since 2010. Charges are currently at 10% p.a. and may be altered by a federal decree. If the Company pays the charges on time, it will receive a bonus of 15% on the amount of the charges in each installment. The charges were due quarterly during the grace period of 24 months (December 2007 to December 2009). From January 2010 to December 2014, the Company makes monthly payments of the principal plus interest. The payments of principal and interest on this financing agreement fall due in the following calendar years, as from September 30, 2012:

Maturity year	Principal	Interest
2012	3,034	636
2013	12,138	1,815
2014	12,138	637
Total	27,310	3,088

(b1) The Company, through its subsidiary Camicado, had working capital loans from Itaú BBA S.A., with average pre fixed charges of 14.38% per year, that was released on April 23, 2012.

(b2) Camicado raised another loan for working capital warranty account from Banco Santander (Brazil) with 111% charge proportional to CDI.

(c1) The fourth debenture issue was resolved by the Board of Directors on June 13, 2011, the Company, under the coordination of Banco Santander (Brazil) S.A., under the instructions of Securities and Exchange Commission (CVM) no. 400 of December 29, 2003, issued 30,000 (thirty thousand) nominative debentures, non-convertible, unsecured, from the fourth issue of the Company with a unit value of R$ 10 on the issue date (July 15, 2011), representing the total amount of R$ 300,000. The proceeds from this transaction will be used to optimize the Company's capital structure, maintaining an adequate cash level funding the strategy of organic expansion.

On June 11, 2012, Board of Directors approved the issuance of 30,000 nominative debentures, non-convertible, unsecured,

in two tranches, amounting R$ 300,000 (three hundred million reais), on the issuance date, which were subject to public offering, under firm guarantee placement, under the instructions of Securities and Exchange Commission (CVM) no. 400 of December 29, 2003.
The issuance was made in two tranches, whose characteristics are:

	Debêntures - 4ª Issue		Debêntures - 5ª Issue	
	Tranche 1	Trenche 2	Tranche 1	Trenche 2
Amount	R$ 215.1 milion	R$ 84.9 milion	R$ 220 milion	R$ 80 milion
Deadline	5 years	6 years	6 years	7 years
Initial rate *book building*	CDI + 1.35% a.a.	IPCA + 8.15% a.a.	CDI + 1.05% a.a.	IPCA + 6.20% a.a.
Final Rate *book building*	CDI + 1.10% a.a.	IPCA + 7.80% a.a.	CDI + 0.97% a.a.	IPCA + 5.70 a.a.
Amortization	Principal: at the end of 4º e 5º years and interest: ev ery 6 months	Principal: at the end 4º, 5º e 6º years and interest: annually	Principal: at the end 4º, 5º e 6º years and interest: ev ery 6 months	Principal: at the end 5º, 6º e 7º years and interest: annually

13 Financing – Commercial Leasing

On September 30, 2012 the Company held commitments deriving from commercial leasing contracts of computer systems, with a 60 months term and fixed rate of 1.40% p.m., property may be acquired at the end of contracts for a guaranteed residual value.

In July 2012 the Company signed a property lease agreement (Administrative Office), with fixed term of 50 years corrected based on annual cumulative variation of INPC. At the end of the contract the Company has the preference in acquiring the property upon notification.

These contracts are classified as finance leases and therefore are recorded as acquisition of fixed assets in term. Thus, on September 30, 2012 the balance of asset considers leased assets amounting to R$ 58,263 (R$ 16,653 at December 31, 2011) (note 11), as well as liabilities recorded under financing leases totaling R$ 38,131, R $ 13,357 in current liabilities and R $ 24,774 in non-current liabilities (R $ 10,961, R $ 5,813 in current liabilities and R$ 5,148 in non-current liabilities at December 31 2011).

14 Financing - Financial services operations

On September 30, 2012 the Company had loans and financing with the following financial institutions: Banco do Brasil S.A., Banco Santander (Brazil) S.A., Banco Alfa S.A. e Banco Itaú UnibancoS.A..

Current liabilities

	Parent Company - BRGAAP		Consolidated - IFRS and BRGAAP	
	09/30/2012	12/31/2011	09/30/2012	12/31/2011
Financing				
Local currency				
Financing - Financing sales (a.1)	24,689	7,152	25,255	7,426
Financing - Financing sales (a.2)	15,435	4,203	15,435	4,203
Financing – Personal loans (b)	-	-	86,142	77,058
Financing of delinquent customers warrant account (c)	2,847	110	19,308	4,086
Financing of delinquent customers Vendor (d)	32,654	24,109	32,654	24,109
Senior Quotas – FIDC Lojas Renner (e)	-	-	1,848	3,050
Total	**75,625**	**35,574**	**180,642**	**119,932**

(a.1) Financed sales refer to financing of the Company's customers by financial institutions, in purchases made with payments between seven and eight monthly installments and with charges of 6.90% p.m. (6.90% p.m. on December 31, 2011), for which the Company is jointly liable for the payment.

(a.2) Financed sales available in some branches, representing amounts financed to customers by banks in purchases made in installments over seven, nine and eleven months, with interest of 4.90% p.m. (4.90% p.m. on December 31, 2011), which the Company has join liability in payment.

(b) The amounts under "Financing - Personal Loans" refer to personal loans granted to customers by an authorized bank and intermediated by the subsidiary RACC with funding costs of CDI + 2.6% p.a. (2.6% p.a. on December 31, 2011), for which the Company is the guarantor.

(c) The amounts under "Financing of Delinquent Customers warrant account" are subject to average net charges of 8.0% p.a. (12.88% p.a. on December 31, 2011), with final maturity of up to 180 days and are used to finance the overdue.

(d) As from December 2010, the Company started to make available to customers, through a Financing Agreement - Electronic Vendor with Itaú Unibanco, a credit facility to finance delinquent customers, with charges of 15.90% p.m. (15.90% p.m. on December 31, 2011). The Company is guarantor and principal payer of the obligations assumed by the customers.

(e) Represents the monetary restatement of the subscription of senior quotas of FIDC Lojas Renner, for which redemption is in up to 90 days.

The financing operations presented in current liabilities have short-term maturities, matching the maturity date of the amounts recorded in accounts receivable.

Non current liabilities

	Parent Company - BRGAAP		Consolidated - IFRS and BRGAAP	
	09/30/2012	12/31/2011	09/30/2012	12/31/2011
Financing				
Local currency				
Senior Quotas – FIDC Lojas Renner (a)	-	-	350,000	350,000
Unamortized balance of costs for structuring FIDC Lojas Renner (b)	-	-	(3,867)	(6,330)
Total	**-**	**-**	**346,133**	**343,670**

(a) Represents the balance of senior quotas issued by FIDC Lojas Renner (Note 7) in a public distribution under the terms of CVM Instruction 400/03, with priority in amortization and redemption in relation to subordinated quotas. This amount will be settled upon termination of FIDC Lojas Renner in December 2013.

(b) Refers to costs incurred to structure FIDC Lojas Renner, which will be recognized in results (cost of financial services) over the life of the fund, according to the internal rate of return (IRR) of the fund raising.

The payments of principal and interest on the senior quotas of FIDC Renner are as follows:

Maturity year	Principal	Interest
2012	-	7,415
2013	350,000	29,914
Total	**350,000**	**37,329**

15 Import financing

The Company finances part of its imports (FINIMP) through a financial institution in Brazil (Banco Bradesco S.A, Banco do Brasil S.A and Banco HSBC S.A). FINIMP is denominated in U.S. dollars and subject to "all in" average interest of 3.19% p.a., consisting of LIBOR, banking spreads and income tax withholding. The maturity of the interest and principal is 180 days. On September 30, 2012 the total amount of financing import (FINIMP) is R$ 111,897 (R$ 11,224 on December 31, 2011).

16 Suppliers

Suppliers are comprised as follows:

	Parent Company - BRGAAP		Consolidated - IFRS and BRGAAP	
	09/30/2012	12/31/2011	09/30/2012	12/31/2011
Local Currency:				
Trade suppliers	269,387	272,424	296,161	310,054
Present value adjustment	(2,485)	(2,235)	(2,485)	(2,235)
Suppliers of use and consumption materials	52,982	105,032	57,966	111,107
Total	**319,884**	**375,221**	**351,642**	**418,926**

On September 30, 2012, the amount of payments advanced to suppliers, the original maturity of which was subsequent to September 30, 2012, totaled R$ 148,119 (R$ 169,229 on December 31, 2011). Discounts obtained with prepayments are recorded as a reduction of cost of sales, since they are directly related to the contract for supply of goods.

17 Provision for Tax, Civil and Labor Contingencies and Contingent Liabilities and Assets

The Company and its subsidiaries are party to lawsuits and administrative proceedings before various courts and government agencies, in the normal course of its operations, involving tax, labor and civil aspects.

Management, based on information from its legal counsel, the analysis of pending lawsuits and, regarding labor lawsuits, past experience related to amounts claimed and those actually paid, recognized a provision in an amount considered sufficient to cover expected losses on ongoing lawsuits. The summary of changes in provisions in the period was as follows:

Parent Company

(a) Current liabilities

Nature	Parent Company - BRGAAP				
	Balances on 12/31/2011	(+/-) Additions Reversal	(+) Charges	(-) Uses	Balances on 09/30/2012
Civil	12,557	(123)	-	-	12,434
Labor	6,289	(873)	-	-	5,416
Total current liabilities	**18,846**	**(996)**	**-**	**-**	**17,850**

(b) Non current liabilities

Nature	Parent Company - BRGAAP				
	Balances on 12/31/2011	(+/-) Additions Reversal	(+) Charges	(-) Uses	Balances on 09/30/2012
ICMS (a)	32,444	1,193	1,809	(3,913)	31,533
IRCS (b)	12,766	152	532	-	13,450
Other taxes and contributions (c)	21,290	7,355	3,106	-	31,751
(-) Related judicial deposits (d)	(19,566)	130	-	-	(19,436)
Total current liabilities	**46,934**	**8,830**	**5,447**	**(3,913)**	**57,298**

Consolidated

(a) Current liabilities

Nature	Consolidated - IFRS and BRGAAP				
	Balances on 12/31/2011	(+/-) Additions Reversal	(+) Charges	(-) Uses	Balances on 09/30/2012
Civil	12,567	(47)	-	-	12,520
Labor	6,557	(1,016)	-	-	5,541
Total current liabilities	**19,124**	**(1,063)**	**-**	**-**	**18,061**

(b) Non current liabilities

Nature	Consolidated - IFRS and BRGAAP				
	Balances on 12/31/2011	(+/-) Additions Reversal	(+) Charges	(-) Uses	Balances on 09/30/2012
ICMS (a)	32,444	1,193	1,809	(3,913)	31,533
IRCS (b)	12,766	152	532	-	13,450
Other taxes and contributions (c)	22,052	7,981	3,106	-	33,139
(-) Related judicial deposits (d)	(19,976)	(281)	-		(20,257)
Total current liabilities	**47,286**	**9,045**	**5,447**	**(3,913)**	**57,865**

a) Refers mainly to a dispute about the application of Complementary Law 102/2000 to the ICMS credit on the consumption of electrical energy, telecommunications, and acquisitions of property, plant and equipment. This amount includes also a tax assessment notice for ICMS credits on returns of goods by customers, ICMS credits on purchases from suppliers with expired state registration, and ICMS credits on acquisitions of property, plant and equipment items used for refurbishments and other items classified by the tax authorities as non-essential to the Company's activity;

b) These refer to discussions related to the disallowance of taxable income adjustments arising from balance sheet inflation restatements, offset of income tax and social contribution losses, differences indicated by the tax authorities because the Parent Company, which pays tax on actual (rather than presumed) profit, recognized results generated in the subsidiary RACC, which pays tax on the presumed profit system, appropriation of benefit credit related to Innovation Law, among others;

c) Several lawsuits, involving matters such as social security contributions, severance pay fund, application of fine in voluntary payment of debts and accessory obligations, increase in workers compensation insurance charges, among others, the losses for which are estimated by our legal counsel, according to the same criteria used for the other items, described in this note.

Tax contingencies (mentioned in the table above) are classified according to the risk of loss probability evaluated by management:

	Parent Company - BRGAAP			Consolidated - IFRS and BRGAAP		
Nature	**Probable**	**Possible**	**Total**	**Probable**	**Possible**	**Total**
ICMS	13,241	18,292	31,533	13,241	18,292	31,533
IRCS	429	13,021	13,450	429	13,021	13,450
Other provisions	3,300	28,451	31,751	3,444	29,695	33,139
Total	**16,970**	**59,764**	**76,734**	**17,114**	**61,008**	**78,122**

Although Management understands that the likelihood of disbursement with the processes of possible losses individually is small, it may be likely that in together the processes of the same kind occurs the need to disburse the amounts recorded.

d) Judicial deposits were made to continue the discussion on tax contingencies, which amounts, in the September 30, 2012, R$ 26,173 in the Parent Company - BRGAAP and R$ 27,100 in the Consolidated - IFRS and BRGAAP (R$ 25,335 and R$ 25,787 at December 31, 2011, respectively). The judicial deposits balances for processes that have a provision accounted amount in R$ 19,436 in the Parent Company and R$ 20,257 in Consolidated on September 30, 2012 (R$ 19,566 and R$ 19,976 at December 31, 2011, respectively), are presented net of the amount of the corresponding liability. The remaining judicial deposits balances in the amount of R$ 6,737 in the Parent Company - GAAP and R$

6,844 in Consolidated - IFRS and GAAP (R$ 6,147 and R$ 6,189 at December 31, 2011, respectively), are presented in noncurrent assets.

The Company is discussing a legal claim started by Banco Renner, for the association of the brand "Renner" in the financial products and services operations, except those related to the Credit Card "Renner" and related support services to it and insurance. The discussion is on appealing and is rated as probable loss in respect to the use of the brand "Renner" and possible loss in respect to an eventual compensation, and in both cases no amount has been specified in the lawsuit and not estimates of disbursement.

18 Other Accounts Payable

Other payables, in current and non-current liabilities, are comprised as follows:

Current liabilities	**Parent Company - BRGAAP**		**Consolidated - IFRS and BRGAAP**	
	09/30/2012	**12/31/2011**	**09/30/2012**	**12/31/2011**
Local currency:				
Adv ances from financial institutions (a)	3,971	2,202	8,386	5,078
Payables - Flag card (b)	629	476	44,297	19,124
Payables to customers (c)	9,319	11,308	15,048	14,131
Payables related to insurance and capitalization certificates (d)	5,521	6,660	7,692	6,944
Obligations to former controllers – Camicado (e)	-	-	2,677	361
Other payables (f)	12,698	11,107	8,598	7,104
Total other payables - current liabilities	**32,138**	**31,753**	**86,698**	**52,742**

Non current liabilities	**Parent Company - BRGAAP**		**Consolidated - IFRS and BRGAAP**	
	09/30/2012	**12/31/2011**	**09/30/2012**	**12/31/2011**
Local currency:				
Adv ances from financial institutions (a)	3,710	4,551	5,816	7,744
Payables related to insurance transactions (d)	2,637	3,515	2,636	3,515
Obligations to former controllers – Camicado (e)	-	-	10,707	15,000
Total other payables - non-current liabilities	**6,347**	**8,066**	**19,159**	**26,259**

(a) Refer basically to advances of revenues from intermediation of financial services, related to financed sales and co-branded transactions;

(b) In the consolidated it's referred to amounts to be transferred to tenants in transactions made by customers with cards issued by the Company (flag card– "Meu Cartão");

(c) Refer to credits of customers, which can be used as payment for future purchases from the Company and products bought from the list of brides, but not delivered yet;

(d) Advances on insurance transactions related to exclusivity contract and insurance premiums paid by customers to be transferred to the insurance company, as well as capitalization certificates;

(e) Accounts payable to Maxmix Comercial Ltda former controllers, as described on note 1.1;

(f) Account payable corresponding to acquisition of ICMS credits, freights, royalties and payroll loans.

19 Taxes and Contributions Payable

	Parent Company - BRGAAP		Consolidated - IFRS and BRGAAP	
	09/30/2012	12/31/2011	09/30/2012	12/31/2011
Income tax and social contribuition	5,081	45,790	6,145	46,073
ICMS payble	59,515	112,290	60,381	113,031
Social charges	23,697	19,164	24,973	20,235
PIS/COFINS	12,567	44,700	13,368	45,687
PAES (a)	951	1,247	1,404	1,247
Other taxes	3,341	4,358	5,920	5,235
Total current liabilities	**105,152**	**227,549**	**112,191**	**231,508**
PAES (a)	-	650	-	650
ICMS payable – "Pró-Emprego" (b)	23,792	26,732	23,792	26,732
Present Value Adjustments - ICMS payable - "Pró-Emprego"	(3,748)	(4,931)	(3,748)	(4,931)
Other	-	-	592	932
Total noncurrent liabilities	**20,044**	**22,451**	**20,636**	**23,383**

(a) On May 30, 2003 Law 10,684 was enacted, addressing, among other matters, the Tax Installment Payment Program (PAES). The program permits installment payment of debts with the Federal Revenue Service, the National Finance Attorney's Office, and the National Institute of Social Security, registered or not as Delinquent Debt, even if in phase of tax execution already decided by the courts, or that have been included in a prior installment payment program, not fully settled, or canceled due to lack of payment. On July 31, 2003 the Company included certain debts in such tax installment payment program which were under discussion at court. The amount is being paid in monthly installments adjusted by the Long-term Interest Rate (TJLP), and final maturity is in 2013.

(b) The Company qualified for the Santa Catarina State "Pró-Emprego" Program, in recognition of investments made in its distribution center in the municipality of Palhoça. The amounts of ICMS payable calculated for that establishment will be paid 24 months after the date of the taxable event, in monthly tax calculations made as from June 2007, as authorized by the Santa Catarina State Finance Department, To remain eligible for the "Pró-Emprego" Program, the Company contributes, on the benefits received under such program, 2.5% and 2%, respectively, to the "Pró-Emprego" Program and to the "Fundo de Apoio à Manutenção e ao Desenvolvimento da Educação Superior".

20 Equity

20.1 Capital

The Company's authorized capital is limited to 225,000,000 common shares, all without par value. Up to the limit authorized in the by-laws, the Company may, upon approval of the Board of Directors, increase capital irrespective of amendments to its by-laws. The Board of Directors will set the issue conditions, including price and payment term.

The Company's paid-up capital on September 30, 2012 is R$ 440,881 (R$ 421,683 on December, 31, 2011) represented by 123,474,015 registered common shares, without par value. Pursuant to article 42 of the Company's by-laws, any stockholder that acquires or becomes the holder of Company shares in a quantity equal to or higher than 20% of the total shares issued shall, within a maximum period of 60 days as from the acquisition date, carry out a tender offer for acquisition of all the shares, in accordance with the regulations of the Brazilian Securities Commission (CVM) and the São Paulo Stock Exchange (BOVESPA) and the Company's by-laws, under conditions that protect the interest of the other stockholders. On September 30, 2012, no stockholder holds individually an ownership interest equal to or higher than 20%.

Each common share entitles the holder to one vote on resolutions at the Stockholders' Meeting and to participate in the distribution of profits in the form of dividends, proposed in conformity with the Company's by-laws and articles 190 and 202 of Law 6404/76, which establish a compulsory minimum dividend equivalent to 25% of the adjusted net income.

20.2 Capital reserves

a) Goodwill reserves

These refer to the goodwill arising from the reversal merger of JC Penney Brasil Investimentos Ltda. (R$ 106,660) and JC Penney Brasil Comercial Ltda. (R$ 11,506), which occurred on December 3, 1999 and May 25, 2005, respectively.

b) Stock option plan reserve

This refers to the corresponding entry of stock option plan expenses, as described in Note 25. The appropriation of capital reserves depends on the approval of a Stockholders' Extraordinary General Meeting (EGM). The balance at September 30, 2012 is R $ 85,558 (R $ 73,477 at December 31, 2011).

20.3 Profit reserves

a) Reserve for investment and expansion

This reserve is formed as deemed appropriate by Management for investments in the Company's expansion plan, as prescribed in art. 34, item (c) of the Company's by-laws.

b) Legal reserve

This reserve is set up as determined by corporate legislation.

c) Additional dividend proposed

This refers to dividends proposed in excess of the minimum mandatory dividend, which is defined based on approval by the Annual General Meeting. The distribution of dividends and interest on equity is presented in Note 35.

20.4 Carrying Value Adjustments

Unrealized results on derivative financial instruments are presented as carrying value adjustments. The adjustments recorded resulted in a loss of R$ (2,354) (R$ 2,140 of income on December 31, 2011) net of tax, which will be reversed when such financial instruments are settled, with the effects on income recognized on the accrual basis.

21 Earnings per Share

Basic earnings per share are calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of common shares outstanding during the period.

Diluted earnings per share is calculated through adjustment of the weighted average number of outstanding common shares assuming the conversion of all share purchase options into potentially dilutive common shares, determining the number of shares that could have been acquired at fair value (based on the annual average market price of the Company's share), in order to compute the monetary value of the subscription rights linked to the outstanding share purchase options. The number of shares calculated as above is compared with the number of shares that would have been issued assuming the exercise of the share options.

	Parent Company – BRGAAP and Consolidated – IFRS e BRGAAP			
	3Q12	**9H12**	**3Q11**	**9H11**
Basic				
Basic numerator				
Net income allocated to common shares	68,523	207,726	56,696	217,827
Basic denominator				
Weighted av erage of common shares	123,474	123,246	122,544	121,826
BASIC EARNINGS PER SHARE	**0.5550**	**1.6855**	**0.4627**	**1.7880**
Diluted				
Diluted numerator				
Net income allocated to common shares	68,523	207,726	56,696	217,827
Diluted denominator				
Weighted av erage of common shares Plus:	123,474	123,246	122,544	121,826
Plus:				
Potential increase in common shares due to the stock option plan	2,416	2,493	2,566	2,452
Total	125,890	125,740	125,109	124,278
DILUTED EARNINGS PER SHARE	**0.5443**	**1.6520**	**0.4532**	**1.7527**

22 Financial instruments and risk management

Overview

The estimated realizable values of the Company's financial assets and liabilities were determined based on information available in the market and appropriate valuation methodologies. However, considerable judgment was required in interpreting market data to produce the most realistic estimated realizable value. As a consequence, the following estimates do not necessarily indicate the amounts that could be realized in the current market. The use of different market methodologies may produce different effects on the estimated realizable values.

22.1 Financial instruments by category

All of the financial instruments and derivatives transactions are recognized in the financial statements of the Company and its subsidiaries, as shown in tables below:

	Parent Company - BRGAAP		Consolidated - IFRS and BRGAAP	
	09/30/2012	12/31/2011	09/30/2012	12/31/2011
Assets				
Fair value through profit or loss				
Cash and cash equivalents	545,343	431,412	643,715	578,264
Loans and receivables				
Trade accounts receivables	331,712	507,036	951,897	1,006,315
FIDC - Lojas Renner	150,000	150,000	-	-
Liabilities				
Liabilities at amortized cost				
Financing and loans	45,710	54,022	60,717	65,279
Financing commercial leasing	38,131	10,961	38,131	10,961
Financing - financial services operations	75,625	35,574	526,775	463,602
Suppliers	319,884	386,182	351,642	429,887
Debêntures	596,788	298,057	596,788	298,057
Fair value through profit or loss				
Financing of imports	111,897	11,224	111,897	11,224

During the year there was no reclassification between categories shown in the table above.

22.2 Criteria, assumptions and limitations used in the market value calculation

Fair value

Fair value versus book value

The fair value of the financial assets and liabilities, together with the carrying amounts presented in the balance sheet are as follows:

	Parent Company - BRGAAP				Consolidated - IFRS and BRGAAP			
	09/30/2012		12/31/2011		09/30/2012		12/31/2011	
Assets	Book Value	Fair Value	Book Value	Fair Value	Book Value	Fair Value	Book Value	Fair Value
Cash and cash equiv aletns	545,343	545,343	431,412	431,412	643,715	643,715	578,264	578,264
Trade accounts receiv able	331,712	331,712	507,036	507,036	951,897	951,897	1,006,315	1,006,315
FIDC - Lojas Renner	150,000	150,000	150,000	150,000	-	-	-	-
Total	**1,027,055**	**1,027,055**	**1,088,448**	**1,088,448**	**1,595,612**	**1,595,612**	**1,584,579**	**1,584,579**
Liabilities								
Financing and loans	45,710	45,710	54,022	54,022	60,717	60,717	65,279	65,279
Financing commercial leasing	38,131	38,131	10,961	10,961	38,131	38,131	10,961	10,961
Financing - financial serv ices operations	75,625	75,625	35,574	35,574	526,775	526,775	463,602	463,602
Financing of imports	111,897	111,897	11,224	11,224	111,897	111,897	11,224	111,897
Suppliers	319,884	319,884	386,182	386,182	351,642	351,642	429,887	429,887
Debêntures	596,788	607,447	298,057	305,603	596,788	607,447	298,057	305,603
Total	**1,188,035**	**1,198,694**	**796,020**	**803,566**	**1,685,950**	**1,696,609**	**1,279,010**	**1,387,229**

Cash and cash equivalents

The interest rates on the Company's cash and cash equivalents at the quarter end approximate the market rates for transactions of similar nature, terms and risks and, therefore, the carrying amounts of cash equivalents approximate the fair values.

Trade accounts receivable

The accounts receivable relates to the amounts receivable for sales, as well as amounts related to personal loans with customers by financial institutions, which the Company is mediating.

Accounts receivable are initially recognized at fair value and subsequently adjusted by effective interest rate considering the effects of recognition and measurement of present value.

Loans and financing

The loans and financing are substantially subsidized (FINIMP / Banco Nordeste), so that the average rate of return is 10% p.a. considering this rate, the fair value approximates the carrying value significantly, since the rate of future projection is equivalent to the discount rate would apply if a method of calculation. For other operations, the effects are not significant due to the fact that the contracted amounts are not material.

Debentures

As seen in the table above, the operations of debentures have similar fair value to book value, as updated in accordance with the characteristics of each debenture issue, the criteria for measuring the fair value of debentures held market practices generally accepted as detailed in note 12.

For other operations presented in the table above considering their respective characteristics management believes that the effects of fair value and book value are not relevant.

Derivatives

The criterion for determining the fair value of derivative financial instruments is based on the use of market curves of each derivative on the calculation date, as well as methodologies used and generally accepted by the market, as detailed below:

- Termination Rates (NDF) - The method used to estimate the fair value of the operations of NDFs, consisted of calculating the differential between the tip of the derivative asset and liability based on information obtained from the BMF &

Bovespa.

- Options - The method used to estimate the fair value of options transactions, consisted of the calculation made by Black & Scholles calculator based on information obtained from Bloomberg.

22.3 Financial risk management

The Company's activities expose it to certain financial risks, such as:

- Market risk
- Liquidity risk
- Credit risk, and
- Risk Capital

Risk management is carried out by the corporate finance area of the Company in accordance with the policies approved by management. The Company's treasury identifies, evaluates and protects against possible financial risks in cooperation with the Company's operating units.

(a) Market risk

Foreign exchange risk

Foreign exchange risk arises from future and actual commercial transactions, generated mainly by the import of goods with prices denominated in U.S. dollars. The policy of foreign exchange risk management defined by the Company's Management is to hedge up to 100% of the FOB cost of imports and of the imports financing, through purchase contracts of U.S. dollar call options (Note 3.17), purchase contract of U.S. dollar future typed *Non-Deliverable Forward (NDF.*.

Below follows the net exposure and sensitivity analysis for operations subject to exchange rate fluctuations on September 30, 2012:

			Impact on income statements		
		Nocional amount US$	Expected Scenario US$ 1,00 = R$ 2,01	Increase Scenario 25% US$ 1,00 = R$ 2,51	Increase Scenario 50% US$ 1,00 = R$ 3,02
Hedged item	**Finimp**	**(55,416)**	**2,850**	**(24,412)**	**(51,673)**
Hedging instrument	NDF	53,512	(2,747)	23,581	49,908
	Opções	1,216	(26)	684	1,295
Net exposure Import financing		**(688)**	**77**	**(147)**	**(470)**
Hedged item	**Orders**	(105,041)	9,330	(52,783)	(105,566)
Hedging instrument	Options	105,041	(9,330)	52,783	105,566
Net exposure Import orders		**-**	**-**	**-**	**-**
Hedged item	**Importing costs estimates**	(42,016)	-	(21,113)	(42,226)
Hedging instrument	-	-	-	-	-
Net exposure importing costs		**(42,016)**	**-**	**(21,113)**	**(42,226)**
Effetive net exposure		**(42,704)**	**77**	**(21,260)**	**(42,696)**

To define the U.S. dollar rate used in the expected scenario, the Company's projections were based on Focus Report issued by Banco Central do Brasil for the next quarter, it is important to mention that the net effective exposure is mainly related to estimated future cash flows, for which there is the possibility to adjust the composition of sales price, to cover eventual costs reflections in case of occurrence of deterioration scenarios in U.S. dollar rate. Consider that, mostly, impacts will only be noted in income statement upon import purchase order confirmation and consequently inventory realization.

Interest rate risk

The risk related to interest rates arises from the operations short-term investments, accounts receivables related to financial products and loans. Loans at fixed rates expose the Company to the risk of fair value associated to interest rate. The Company's policy is to maintain 100% of its loans allocated in the fixed income market with payment at fixed interest rates, linked to CDI and as part of the cost variation in inflation rates. In order to minimize risks, the Company maintains a natural hedge composed of financial assets indexed to CDI and receivables also subject to fixed interest rates.

The Company analyzes its interest rate exposure on a continuous basis. Various scenarios are simulated taking into consideration refinancing, renewal of existing positions and natural hedge. Based on these scenarios, the Company defines the impact on profit and loss of a defined interest rate shift. Contracted rates against effective rates in the market are permanently monitored.

The table below shows the sensitive analysis on interest rates fluctuations, which considers the effects of an 1.0% increase or a decrease in interest on financial assets and liabilities directly susceptible to fluctuations in market interest rates for open positions on September 30, 2012, as well as scenarios of deterioration with variations of 25% and 50% in interest rates and other economic indices sensitive to changes. Maintaining the other variables that sensitize the Company's results would be found, the expected scenario, a positive change in annual net result of income tax and social contribution equivalent to $ 4,6 million.

Below, the net exposure and sensitivity analysis of operations subject to foreign exchange variation on September 30, 2012:

	Consolidated - IFRS and BRGAAP			
Financial Instruments	**09/30/2012**	**Expected scenario stable interest rate**	**Scenario increase 25% - R$**	**Scenario increase 50% - R$**
Cash and cash equiv aletns	643,715	-	11,117	22,234
Financing - financial serv ices operations	(526,775)	-	(10,044)	(20,087)
Financing and loans	(769,402)	-	(11,326)	(22,441)
Financing of imports - FINIMP	(111,897)	-	-	-
Total Financing - financial services operations, Financing and loans and FINIMP net of Cash and cash equivaletns	**(764,359)**	**-**	**(10,253)**	**(20,294)**
Impacto no Resultado Líquido do IR e CSLL		**-**	**(6,767)**	**(13,394)**

The Company believes, based on market projections like Focus Report from Banco Central do Brasil, that the expected scenario for interest rate referred to SELIC should remain in the same levels in the upcoming months. The Company also believes that inflation rates will remain stable, which the effects are shown in the table above. For the financing of imports (Finimp), as well as the Financing with Banco do Nordeste, considering the contractual condition of fixed rates, the Company did not estimated variations due to changes in interest rates in the economy.

(b) Credit risk

Credit risk arises from cash equivalents, derivative financial instruments, and deposits with banks and other financial institutions, as well as credit exposures to customers.

The Company's sales and credit policies are subject to the credit policies defined by its Management and are intended to minimize problems arising from the default of its customers. This objective is achieved by the Company's Management, supported by technological systems, linked to the area of risk and fraud in the financial products unit, by means of a strict selection of the customer portfolio, which considers the ability to pay (credit analysis) and diversification of operations (risk dispersion). The Company recognized a provision for losses on receivables of R$ 65.537 on September 30, 2012 (R$ 66,291 on December, 31 2011), to cover credit risks. The aging of receipts and the provision for losses on receivables recognized by the Company are presented in Note 6. The cash equivalents, bank deposits and derivatives are with prime financial institutions and/or are backed by securities guaranteed by these institutions.

The carrying value of financial assets that represents the maximum exposure to credit risk at the reporting date are shown in Notes 5 and 6.

(c) Liquidity risk

The Company has defined the management of cash based on the strategy to maintain a strategic minimum cash amount, based on the retail segment cash cycle, as well as the minimum capital required to support the credit operations. The main objectives are of the Management: precaution for uncertainty periods on the liquidity of the economy, ensure the implementation of investment strategy and expansion of the Company, ensuring the maintenance / expansion of financial products operations in times of constraint credit, support the repayment of debt and ensure the continued policy of distributing dividends.

Management monitors rolling forecasts of the Company's liquidity requirements to ensure it has sufficient cash to meet operational needs. The overall credit facility limits provide sufficient liquidity (Notes 12 and 13) to minimize the risk of exceeding such limits or violating loan covenants (when applicable). Such forecasts take into consideration the Company's borrowing plans.

The Company has loans with covenants for which some financial ratios should be maintained, the Debentures issued on July 15, 2011 and the last in June 15, 2012 is the main loan contract with this covenants clauses. The summary of the

covenant financial ratios required in this operation, according to the "Public Offering Document" registered in CVM are: Debentures issued on July 15, 2011: i) Consolidated Net debt / EBITDA less or equal to 2.5; ii) EBITDA / Consolidated financial results higher or equal to 2.0 or less than zero. Debentures issued on June 15, 2012: i) Consolidated Net debt / EBITDA less or equal to 3.0; ii) EBITDA / Consolidated financial results higher or equal to 2.0 or less than zero, whereas in the latter case the EBITDA must be greater than zero. The Company monitors those covenants periodically and has been in compliance with them with reasonable security margin.

The Company invests surplus cash in interest-bearing financial assets (Note 5), choosing instruments with appropriate maturities or sufficient liquidity to provide an adequate safety margin as determined by the above-mentioned forecasts. On September 30, 2012, the cash equivalents held by the Company have immediate liquidity and are considered in the liquidity risk management.

Bellow, the contractual maturities of financial assets and liabilities are demonstrated, including estimated interest payments and excluding the impact of currency agreements negotiated by the net position.

	Parent Company - BRGAAP				
Assets	**09/30/2012**	**Up to 1 year**	**1-2 years**	**2-5 years**	**After 5 years**
Cash and cash equiv aletns	545,343	545,343	-	-	-
Trade accounts receiv able	331,712	331,712	-	-	-
FIDC - Lojas Renner	150,000	-	150,000	-	-
Liabilities	-	-	-	-	-
Financing and loans	(45,710)	(30,537)	(12,138)	(3,035)	-
Financing commercial leasing	(38,131)	(13,357)	(4,840)	(197)	(19,737)
Financing - financial serv ices operations	(75,625)	(75,625)	-	-	-
Financing of imports	(111,897)	(111,897)	-	-	-
Suppliers	(319,884)	(319,884)	-	-	-
Debêntures	(596,788)	-	-	(570,121)	(26,667)
Net Position	**(160,980)**	**325,755**	**133,022**	**(573,353)**	**(46,404)**

	Consolidated - IFRS and BRGAAP				
Assets	**09/30/2012**	**Up to 1 year**	**1-2 years**	**2-5 years**	**After 5 years**
Cash and cash equiv aletns	643,715	643,715	-	-	-
Trade accounts receiv able	951,897	951,897	-	-	-
Liabilities	-	-	-	-	-
Financing and loans	(60,717)	(45,544)	(12,138)	(3,035)	-
Financing commercial leasing	(38,131)	(13,357)	(4,840)	(197)	(19,737)
Financing - financial serv ices operations	(526,775)	(180,642)	(346,133)	-	-
Financing of imports	(111,897)	(111,897)	-	-	-
Suppliers	(351,642)	(351,642)	-	-	-
Debêntures	(596,788)	-	-	(570,121)	(26,667)
Net Position	**(90,338)**	**892,530**	**(363,111)**	**(573,353)**	**(46,404)**

22.4 Derivative financial instruments

These instruments are managed by means of operating strategies aimed at liquidity, profitability and security. The control policy consists of ongoing monitoring of the contracted rates against the market rates. The Company and its subsidiaries do not make speculative investments in derivatives or any other risk financial instruments.

Derivatives are used, as defined in the internal policy approved by the Executive Officers, only to hedge the risks of currency price fluctuations assumed in import requisitions and import financing, as described in Note 3.17.

The Company is using, as hedge instrument, to hedge its exposure to changes in foreign exchange rates, purchase option contracts of U.S. dollar (Call), future dollar "Non-Deliverable Forward (NDF)" and percentage of CDI in Swap instrument.

As shown in the table of net exposure and sensitivity analysis of operations subject to foreign exchange under "Foreign Exchange Risk" above (Note 22.3), the information on derivative transactions on September 30, 2012, segregated between fair value hedge and cash flow hedge, considering the purpose of protection against high risks of the U.S. dollar are composed of:

- Contracted U.S. dollar call options with nominal value totaling US$ 106,257 thousand, with the following financial institutions: Banco Bradesco S.A., Banco Itaú BBA S.A., Banco do Brasil S.A., Banco Santander S.A., Banco HSBC S.A. and Votorantin S.A,. Each U.S. dollar call option assures the Company to acquire such currency at an established price for the maturity (exercise price). On September 30, 2012, the average exercise price of U.S. dollar call options acquired was R$ 2.01 per dollar related to hedge for imports and import financing (FINIMP). The fair value is established by adjusting marked to market positions with financial institutions that are counterparty in the transactions and for which are used the evaluation model Black & Scholes. In this model, the fair value of the derivative is the function of volatility and price of the underlying asset, the exercise price of the option, the interest rate and the period to maturity. On September 30, 2012, the total amount of the fair value of purchase option contracts of U.S. dollar (Call) was R$ 9,251thousand (R$ 9,596 on December 31, 2011).

- On September 30, 2012, the total amount of Non-Deliverable Forward was US$ 53,512 thousand , with the financial institutions Banco Bradesco SA, Banco Itaú BBA SA, HSBC Bank Brazil SA, Banco Santander SA and Banco Votorantim. This protection derivative instrument against foreign exchange variation, it is a contract to purchase future dollar that requires the Company to acquire such currency at an established price at the date of the engagement for the maturity date. For the period, the average dollar quotation was R$ 2.08. On September 30, 2012, the fair value of dollar futures contracts of the type Non-Deliverable Forward (NDF) was an obligation to R$ 541 against assets of R$ 1,069 at December 31, 2011.

To estimate the results attributable to the hedge operations, the Company uses to the expected scenario, among other information, the dollar rate forecast of Focus Report, issued by Banco Central do Brasil as indicated in note 22.3 (a).

Since all derivative instruments contracted by the Company are fully related to the purchase order or financing denominated in foreign currency, the results incurred in the hedge will offset the variations in the hedged transactions, accordingly, if the final result accrued by the Company in the hedge is a gain, these gain will only compensate for higher costs related to foreign exchange variations in the hedged operations, the same premise is applicable in the case the hedge results are negative.

The table below presents the estimated cash flow for future operations exposed to currency rate fluctuations with derivatives protections:

	4Q12	1Q13	2Q13	4Q13	Total
Goods for resale importation order - FOB (a)	113,934	90,381	2,351	184	206,85
Property, Plant and Equipment importation order - FOB (b)	4,281	-	-	-	4,281
Nominal amount R$ mi	**118,216**	**90,381**	**2,351**	**184**	**211,132**
Nomina amount US$ dollar	**58,814**	**44,966**	**1,170**	**91**	**105,041**

(a) The cash flows related to imported goods for resale are initially recorded on inventory cost and subsequently recorded in income statement as cost of goods sold, as the realization of inventories, as operational normal cycle.

(b) The cash flows related to property, plant and equipment importing orders are initially recorded as cost of fixed assets and subsequently recorded in income statement as asset depreciation, in line with the useful life of the imported equipment, in the maximum period of 10 years.

Fair value hierarchy

The derivative instruments contracted fit as the definition of fair value hierarchy as level 2. Below follows the definition of fair value hierarchy, as CPC 40:

Level 1 – Quoted price (not adjusted) in active market for similar assets or liabilities;

Level 2 – other information, in addition to quoted prices included in Level 1 that are adopted by the market for the asset or liability, either directly (which means as prices) or indirectly (which means that derivates from prices);

Level 3 - Insertions for assets or liabilities that are not based on the data adopted by the market (i.e.: non observable insertions).

22.5 Capital management

The Company's objectives when managing capital are to safeguard its continuity as a going concern in order to provide returns to stockholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

The Company uses its own capital and from third parties to finance its activities, and the use of third party capital aims to optimize its capital structure. The Company monitors debt levels in relation to its ability to generate cash flow (EBITDA) and its capital structure, and on September 30, 2012 presents:

	Parent Company - BRGAAP		Consolidated - IFRS and BRGAAP	
	09/30/2012	12/31/2012	09/30/2012	12/31/2012
Cash and cash equiv alents	545,343	431,412	643,715	578,264
Loans and financing				
Current	(30,537)	(29,746)	(45,544)	(41,003)
Non current	(611,961)	(322,333)	(611,961)	(322,333)
Net cash / (Borrowings)	**(97,155)**	**79,333**	**(13,790)**	**214,928**

It is inherent in the Company's business seasonality results in generation as well as in equity positions arising from the transaction and the process of distribution of results. In the quarter ended September 30, 2012, the Company recorded an increase in cash and cash equivalents as a result, primarily, of the issuance of debentures in July 2012 in the amount of $ 300,000.

The financing positions related to the financial services operations, as well as the financing of imports, are considered operational financing and, accordingly, are not considered in the calculation of the positive net cash position.

The Company's solid equity position and its long relationship with important financial institutions and with the capital market ensure that it can access funding through borrowings or even through issuance of new shares, if necessary.

23 Related Parties

The Company, its subsidiaries and related parties carry out certain intercompany transactions for financial and operational purposes. We describe below the most significant transactions:

a) Context - Consolidated

Compensation of the members of the Board of Directors and Executive Officers (the "Management")

In according with the corporate law and the Company's by-Laws, the stockholders are responsible for setting the overall annual compensation of its officers in Stockholders' Meeting. The Board of Directors is responsible for distributing among the officers, after considering the report of the Compensation Committee pursuant to article 21 of the by-Laws. In the quarter and nine months ended on September 30, 2012, the officers' compensation totaled R$ 1,764 and R$ 5,169 (R$ 1,528 and R$ 4,549 in the quarter and semester ended on September 30, 2011), included in other operating results (Note 30).

The Annual General Meeting held on April 20, 2012 approved the limit of overall compensation for officers of up to R$ 10,000 for fiscal year 2012.

Stock option plan

The Company has shared-based compensation plans (Note 26). In the quarter and nine months ended on September 30, 2012, the officers stock options plans expenses totaled R$ 2,166 and R$ 6,715 (R$ 2,776 and R$ 8,447 in the quarter and nine months ended on September 30, 2011), presented as operating expenses before financial result.

Statutory participations

Statutory participations refers to profit sharing attributed to officers, as defined in article 34, sole paragraph of the Company's by-laws, and depends on the approval of the stockholders at the Stockholders' Meeting.

b) Context - Parent Company

Rental agreement

In 2009, the Company renewed the rental agreement with the subsidiary Dromegon, related to the downtown Porto Alegre store building. The rental paid for this building is always the higher of (i) the equivalent to 5.5% of the store's monthly sales net of taxes and (ii) R$ 142 per month. This rental agreement is effective for ten years, subject to renewal.

On May 2012 the Company signed rental agreements with its subsidiary Dromegon for the Santa Maria and Pelotas building stores. The Santa Maria property rental amount is always the highest value between the equivalent of 4% of monthly sales net of taxes made by the store and R$ 60 per month, and the highest value of the rental for Pelotas store is always the highest value between equivalent to 4% of monthly sales net of taxes made by the store and R$ 51 per month. The validity of these agreements is 10 years, subject to renewal.

Service agreement for granting of loans and intermediation in the sale of capitalization certificates

The Company offers personal loan financial services through its subsidiary RACC, by means of agreements for granting loans made with financial institutions, so that Renner Card holders can obtain personal loan. Lojas Renner participates in the transaction with its operational infrastructure and as guarantor of the transaction. RACC also offers the sale of capitalization certificates through a commercial cooperation agreement with Icatu Hartford Capitalização S.A.

Use of "Cartão Renner" at Camicado

The use of the "Cartão Renner" credit card at Camicado stores has been identified by Management as one of the main synergy gains in the integration process with Camicado. The purchase of goods at Camicado using "Cartão Renner" has been available for its customers since October 2011.

The main asset and liability balances on September 30, 2012 and the amounts recorded in the statement of income for the year, related to transactions with related parties, arise from transactions carried out under contractual and usual market conditions for the related types of transactions and are summarized below:

	Subsidiaries						
	Dromegon	RACC	Camicado				
				09/30/2012	12/31/2011		
Balances at September 30, 2012 - Liabilities							
Rentals payable	6,242	-	-	6,242	9,190		
Current account with related companies	-	(2,724)	-	(2,724)	8,061		
Balance Cartão Renner	-	-	3,394	3,394	4,175		
Transactions during the period - 3Q12				**3Q12**	**9M12**	**3Q11**	**9M11**
Rental expenses	(1,676)	-	-	(1,475)	(3,935)	(981)	(2,749)

24 Insurance

The Company and its subsidiaries have insurance policies with some of the main Brazilian insurance companies, which were defined based on the advice of specialists and taking into consideration the nature and degree of risk involved. On September 30, 2012, the Company and its subsidiaries had insurance coverage against fire and sundry risks for property, plant and equipment items and inventories, as described below:

	Consolidated (IFRS and BRGAAP)	
	09/30/201	12/31/2011
Civil liability	114,000	102,100
Sundry risks - property, plant and equipment and inventories	1,367,355	1,296,621
Vehicles	14,850	14,264

25 Agreements or Other Material Obligations between the Company and Its Officers

In conformity with Chapter IV, article 13 of the Company's by-laws, Company´s Management is the responsibility of the Board of Directors and Executive Officers. The appointment of these Officers is recorded in an appropriate book, signed by the person taking office, who also waives any guarantee, and through the previous signing of the Term of Consent of the Officers referred to in the New Market Listing Regulations.

The Board of Directors, elected at the Stockholders' Meeting, has a unified term of office of one (1) year, with reelection being permitted. The members of the Board of Directors in office will be considered automatically appointed for reelection by joint proposal of the members of the Board of Directors.

The Executive Officers, whose members are elected and may be removed at any time by the Board of Directors, have a term of office of two years, with reelection permitted, and are engaged under a service agreement, which includes fixed compensation updated annually by the INPC and variable compensation, based on the Company's financial performance. The terms of the service agreement are consistent with the respective elected term of each director, except for the service agreement with the CEO.

On March 2009, the Company entered into a new service agreement with its Chief Executive Officer. The Agreement provides for tenure of at least five (5) years, with compensation comprising a fixed amount annually adjusted based on the INPC index, and a variable amount reflecting the Company's financial performance.

26 Stock Option Plan

The Board of Directors meeting held on February 6, 2012 approved the proposal submitted by the Compensation Committee, to implement a new stock option plan (8th grant), and granting 716.3 thousand Company share call options. The option exercise price was set at R$ 55.15 (fifty-five dollars and fifteen cents) per share. The option exercise price is not subject to price-level restatement.

The programs provide that 50% of the options will become exercisable after three years from their grant date, and the rest after four years (considering only the options of a same grant). The programs also provide the right to exercise the option, in case of death, retirement or permanent disability of the participant. As from the 3rd grant, in the event of an obligation to carry out a public offering pursuant to articles 39, 40, 41 and 42 of the by-laws, or in the event of success of a public offering for acquisition of control of the Company, if any of these cases results in dismissal without cause of the Plan participant at the Company's initiative, all options granted to the related participant and those not yet available for exercise will be automatically exercisable. After an option becomes exercisable, the beneficiary (Officers and selected Executives) can exercise it at any time, at his/her sole discretion, up to the end of the period of six (6) years from the option grant date. The 1st and 2nd option Grant programs for the Officers entail a commitment not to sell, transfer, place in lien or negotiate in any other form the equivalent to 50% of the shares that are subscribed and paid-up as a result of the exercise of the options granted under the Plan and Program, for a period of one year from the share subscription and payment date. The contractual grant of options to the Chief Executive Officer, dated March 30, 2009, provides that the exercise of the options will be subject to a total vesting period of six years from the grant date. As from the second anniversary of the grant date, the early exercise of 20% per year will be permitted, providing that the value of the Company increases based on Total Shareholder Return (TSR) goals established by the Board of Directors.

Each option entitles the holder to subscribe one share of the Company. On September 30, 2012, there were 5,226thousand options (5,264 thousand on December 31, 2011), representing in the aggregate approximately 4.31% of the 123,528,315 shares of the Company.

The expense reflects the fair value of those financial instruments, calculated on the grant date, based on the Black & Scholes valuation model, and is recorded on a "pro rata temporis" basis during the service period, starting on the grant date up to the date on which the option vests. In the quarter and nine months, ended on September 30, 2012, the spending option plan totaled R$ 4,000 and R$ 12,081 (R$ 4,260 and R$ 14,536 in the quarter and semester ended on September 30, 2011).

The table below presents the position of stock option grants, the closing price of the Company's shares on September 30, 2012, and the option value price-level restated by the IPCA index through the same date:

	1st grant A	1st grant B	2nd grant	3rd grant A	3rd grant B	4th grant	5th grant
Total stock call options issued - thousand -	760	55	815	517	250	1,029	1,094
(-) Exercise of stock options - thousand	(634)	(50)	(599)	(140)	(225)	(148)	(176)
(-) Cancellation of stock options - thousand	(126)	(6)	(216)	(304)	(25)	(185)	(136)
(=) Current number of stock options on 09/30/2012 - thousand	-	-	-	73	-	696	782
Exercisable option v alue on 09/30/2012 (1st and 2nd grants price-lev el restated by the IPCA index) - R$	N/A	N/A	N/A	29.01	29.83	34.25	15.15
Share market v alue on 09/30/2012 - R$	67.90	67.90	67.90	67.90	67.90	67.90	67.90

	Contractual grant	6th grant A	6th Grant B	7th Grant	8th Grant	Total 09/30/2012	Total 31/12/2012
Total stock call options issued - thousand -	1,822	601	10	638	716	8,306	7,591
(-) Exercise of stock options - thousand	-	-	-	-	-	(1,972)	(1,360)
(-) Cancellation of stock options - thousand	-	(47)	-	(48)	(17)	(1,108)	(967)
(=) Current number of stock options on 09/30/2011 - thousand	1,822	554	10	590	699	5,226	5,264
Exercisable option v alue on 09/30/2012 (1st and 2nd grants price-lev el restated by the IPCA index) - R$	14.44	38.65	38.97	51.42	55.15		
Share market v alue on 09/30/2012 - R$	67.90	67.90	67.90	67.90	67.90		

Considering the exercise of 5,226 thousand in the money options (3rd, 4th, 5th, 6th, 7th and 8th grants and contractual grants, we present below the effects on the Company's equity value per share and the related percentage reduction in the ownership interest of the current stockholders on September 30, 2012:

Equity value on 09/30/2012	1,170,234
Number of shares on 09/30/2012 - thousand	123,528
Equity value per share on 09/30/2012 - R$	9.47
Equity value on 09/30/2012, considering the exercise of in the money options	1,325,048
Number of share on 09/30/2012, considering the exercise of in the money options	128,754
Equity value on 09/30/2012, considering the exercise of in the money options	10.29
%reduction in the ownership interest of the current stockholders, considering the exercise of in the money options	4.06%

In the calculation of the fair value of stock options, the following economic assumptions were used:

	1st grant (A)	1st grant (B)	2nd grant	3rd grant (A)	3rd grant (B)	4th grant
Grant date	07/29/2005	10/17/2005	06/01/2006	04/30/2007	05/15/2007	03/31/2008
Dividend yield	-	-		0.95%		2.04%
Share price volatility	25.97%	59.37%	46.85%	34.46%	36.15%	51.39%
Risk-free interest rate	14.87%	14.19%	14.92%	10.05%	9.69%	12.51%
Vesting period	6 years	6 years	6 years	6 years	6 years	6 years
Number of options	760	55	815	517	250	1,029
Fair value on grant date	5,022	443	13,484	7,772	4,191	21,565
Exercisable option value on 09/30/2012 - (1st and 2nd grants price-level restated by the IPCA index) - R$	8.92	12.73	28.58	29.01	29.83	34.25

	5th grant	Contractual grant	6th grant (A)	6th grant (B)	7th grant	8th grant
Grant date	01/19/2009	03/30/2009	01/18/2010	03/15/2010	02/16/2011	02/06/2012
Dividend yield	2.21%	2.65%	3.07%	2.93%	3.65%	3.37%
Share price volatility	79.74%	57.45%	33.65%	35.38%	42.84%	29.38%
Risk-free interest rate	11.39%	11.02%	12.12%	11.51%	11.80%	10.54%
Vesting period	6 years	6 years	6 years	6 years	6 years	6 years
Number of options	1,094	1,822	601	10	638	716
Fair value on grant date	14,079	16,296	12,349	218	19,040	22,988
Exercisable option value on 09/30/2012 - R$	15.15	14.44	38.65	38.97	51.42	55.15

27 Pension Plan

The Company does not sponsor a private pension plan for its employees and officers.

28 Guarantees and Responsibilities

Two of the Company's properties recorded under Property, Plant and Equipment are pledged in guarantee with debts that were under discussion with the National Finance Department, amounting to R$ 849 on September 30, 2012.

On July 31, 2003, the Company opted to include the related debts with the National Finance Department and the FNDE, amounting to R$ 1,074 at that date, in the special installment payment program established by Law 10684/2003 (PAES). Such installment payments, as described in Note 17, are being paid on time by the Company and mature up to October 2013, when the fixed assets guarantees are released.

The Company maintains delinquent customers financing warrant account to finance its customers, acting as guarantor and responsible for settling the debts. The balances related to these transactions are recorded under financing - financial services operations, in current liabilities, and totals on September 30, 2012 R$ 2,847 in the Parent Company - BRGAAP and R$ 19,308 in the Consolidated - IFRS and BRGAAP (R$ 110 and R$ 4,086 on December 31, 2011, respectively). See Note 14.

As from August 2005, the Company began to offer its customers the alternative of installment payments with charges, through intermediation with financial institutions (CDCI/Vendor), in which the Company is the guarantor and principal payer, being jointly liable for all principal and accessory obligations arising from the transaction. On September 30, 2012, the amount outstanding of financed sales transactions, guaranteed by the Company, totals R$ 40,124 in the Parent Company - BRGAAP and R$ 40,689 in the Consolidated - IFRS and BRGAAP (R$ 11,355 and R$ 11,629 on December 31, 2011). See Note 14.

As from December 2010, the Company started to make available to customers, through a Financing Agreement - Electronic Vendor with Itaú Unibanco, a credit facility to finance delinquent customers. The Company is guarantor and principal payer of the obligations assumed by the customers. Financing granted to customers in this modality of credit is recorded under financing - financial services operations, in current liabilities, and totals R$ 32,654 on September 30, 2012 in the Parent Company and in the Consolidated (R$ 24,109 in December 31, 2011).

In April 2006, the Company and its subsidiary RACC entered into an "Agreement for Granting of Personal Loans" to Renner Card holders with Banco Safra S.A., and as from March 2010, also with Banco Alfa. As part of the arrangement, Lojas Renner S.A. assumes with the banks, as guarantor and principal payer, the full and direct responsibility for all principal and accessory obligations contracted and to be contracted by the Renner Card holders for personal loans granted under the agreement. On September 30, 2012, the amount outstanding of such guaranteed personal loans totals R$ 86,142 (R$ 77,058 on December 31, 2011), in consolidate, see Note 14.

29 Revenues

Net operating revenue has the following composition:

	Parent Company - BRGAAP				Consolidated - IFRS and BRGAAP			
	3Q12	9H12	3Q11	9H11	3Q12	9H12	3Q11	9H11
Gross Operating Revenues	**1,101,204**	**3,145,846**	**906,524**	**2,723,099**	**1,165,356**	**3,315,582**	**955,384**	**2,813,391**
Sales of Goods	1,014,389	2,887,873	828,150	2,486,790	1,059,752	3,012,915	867,791	2,551,935
Financial Products and Services	86,815	257,973	78,374	236,309	105,604	302,667	87,593	261,456
(-) Deductions	**(250,639)**	**(720,745)**	**(206,505)**	**(623,530)**	**(260,298)**	**(745,793)**	**(213,462)**	**(636,281)**
Taxes on Sales of Goods	(248,634)	(714,755)	(204,745)	(617,769)	(256,492)	(735,286)	(210,714)	(627,499)
Excise Tax and Financial Services	(2,005)	(5,990)	(1,760)	(5,761)	(3,806)	(10,507)	(2,747)	(8,783)
Net Operating Income	**850,565**	**2,425,101**	**700,019**	**2,099,568**	**905,058**	**2,569,789**	**741,922**	**2,177,110**

The Company has no outstanding sales returns, because according to their policy of product return, the customer receives the act of returning a bonus worth the same exchange-value of merchandise returned for later use in a new purchase.

30 Other Operating Results

We present below the breakdown of other operating (expenses) income:

	Parent Company - BRGAAP				Consolidated - IFRS and BRGAAP			
	3Q12	9H12	3Q11	9H11	3Q12	9H12	3Q11	9H11
Compensation of officers	(1.764)	(5.169)	(1.528)	(4.549)	(1.764)	(5.169)	(1.528)	(4.549)
Taxes	(8.047)	(23.074)	(6.416)	(17.418)	(8.559)	(24.546)	(6.701)	(17.921)
Expenses related to products/services	(16.952)	(53.074)	(18.157)	(49.946)	(25.387)	(79.370)	(21.205)	(59.001)
Other operating income	1.382	4.932	1.185	2.929	1.448	5.129	1.185	2.929
Recovery of tax credits	694	694	4.775	4.779	694	694	4.775	4.779
Other operating expenses	(1.437)	(4.126)	(2.616)	(4.218)	(1.436)	(4.237)	(2.616)	(4.218)
Employee profit sharing (a)	(6.416)	(15.436)	(46)	(5.712)	(6.416)	(15.443)	(46)	(5.715)
Other operational income	**(32.540)**	**(95.253)**	**(22.803)**	**(74.135)**	**(41.420)**	**(122.942)**	**(26.136)**	**(83.696)**
	(32.540)	(95.253)	(22.803)	(74.135)	(41.420)	(122.942)	(26.136)	(83.696)
	-	-	-	-	-	-	-	-

(a) Refers to expenses with the Profit Sharing Program, which is structured in conformity with Law 10101/2000.

31 Financial Results

The financial income recorded in financial results are mainly derived from the gains earned on investments classified as "Cash and cash equivalents", which are subject to usual market rates (Note 5) and therefore resemble the fair value or market value for the assets. Financial expenses arises mainly from the cost of borrowing and financing at market rates (Note 12) and therefore resemble the fair value for instruments with similar maturity and risk.

We present below the breakdown of financial results:

	Parent Company - BRGAAP				Consolidated - IFRS and BRGAAP			
	3Q12	9H12	3Q11	9H11	3Q12	9H12	3Q11	9H11
Financial Income	**10.610**	**28.617**	**15.843**	**32.861**	**11.088**	**30.206**	**15.990**	**33.035**
Income from cash and cash equivalents - Fair Value	6.512	17.070	11.143	24.942	6.952	18.501	11.199	25.009
Interest received	2.868	2.908	2.131	2.259	2.868	2.908	2.131	2.259
Exchange variation assets	1.016	4.885	878	1.650	1.045	5.000	910	1.689
Gain (Loss) Fair value of financial instruments - derivatives	188	323	17	(757)	188	323	17	(757)
Present Value Adjustments taxes, Net	-	3.213	1.662	4.696	-	3.213	1.662	4.696
Other financial income	26	218	12	71	35	261	71	139
Financial Expenses	**(24.784)**	**(52.202)**	**(13.540)**	**(22.643)**	**(25.955)**	**(55.598)**	**(14.323)**	**(24.218)**
Interest on loans and financing - amortized cost	(15.959)	(34.672)	(8.914)	(11.029)	(16.310)	(36.172)	(9.351)	(11.801)
Exchange variation passive	(756)	(3.109)	(2.007)	(2.763)	(766)	(3.153)	(2.013)	(2.783)
Monetary variation passive	(4.230)	(5.480)	(289)	(3.135)	(4.719)	(6.417)	(371)	(3.409)
Present Value Adjustments taxes, Net	(1.756)	(4.955)	(1.442)	(3.779)	(1.756)	(4.955)	(1.442)	(3.779)
Other financial expenses	(2.083)	(3.986)	(888)	(1.937)	(2.404)	(4.901)	(1.146)	(2.446)
Net Financial Income	**(14.174)**	**(23.585)**	**2.303**	**10.218**	**(14.867)**	**(25.392)**	**1.667**	**8.817**

32 Segment Reporting

Management defined the Company's operating segments based on reports used for strategic decision-making, reviewed by the Board of Directors.

The Company's segment reporting is segregated into retail and financial products.

The table below shows this segregation:

	Consolidated - IFRS and BRGAAP					
	Retail		Financial Products		Total	
	3Q12	3Q11	3Q12	3Q11	3Q12	3Q11
Net revenue	803,260	657,076	101,798	84,846	905,058	741,922
Cost of sales	(390,194)	(327,502)	(4,409)	(5,287)	(394,603)	(332,789)
(Expenses)						
Selling	(217,724)	(189,434)	-	-	(217,724)	(189,434)
General and administrative	(74,110)	(63,936)	-	-	(74,110)	(63,936)
Losses on receivables, net	-	-	(29,018)	(24,384)	(29,018)	(24,384)
Other operating results	(16,033)	(4,931)	(25,387)	(21,205)	(41,420)	(26,136)
EBITDA (Note 3.22)	**105,199**	**71,273**	**42,984**	**33,970**	**148,183**	**105,243**

	Consolidated - IFRS and BRGAAP					
	Retail		Financial Products		Total	
	9H12	9H11	9H12	9H11	9H12	9H11
Net revenue	2,277,629	1,924,437	292,160	252,673	2,569,789	2,177,110
Cost of sales	(1,068,704)	(916,594)	(14,005)	(16,967)	(1,082,709)	(933,561)
(Expenses)						
Selling	(652,051)	(541,644)	-	-	(652,051)	(541,644)
General and administrative	(207,279)	(176,020)	-	-	(207,279)	(176,020)
Losses on receivables, net	-	-	(82,642)	(72,119)	(82,642)	(72,119)
Other operating results	(43,572)	(24,695)	(79,370)	(59,001)	(122,942)	(83,696)
EBITDA (Note 3.22)	**306,023**	**265,484**	**116,143**	**104,586**	**422,166**	**370,070**

33 Property Rental Agreements of Units in Operation

On September 30, 2012, the Company had 215 rental agreements for its commercial, logistics and administrative units, 182 of these refers to the Parent Company and 33 refers to Camicado operation (on December 31, 2011, had 200 rental agreements of which 170 were related to the Parent Company an 30 related to Camicado operations). The Company analyzed the contracts and concluded the exception of its headquarters contract administrative (note 13), all others fall under the classification of operating leases.

Most of the rental agreements of the commercial units (stores) predict that the Company is obligated to pay a monthly a variable rental expense, calculated on sales, or a minimum amount. The minimum amounts of the agreements are adjusted annually, according to the variation of the main inflation indexes.

The amounts in the rental agreements of the logistics and administrative areas are subject to annual adjustments based on the variation of the main inflation indexes.

The rental expenses are measured and recognized in the income statement when the stores become fully operational.

In the quarter and nine months ended on September 30, 2012, rental expenses of the Parent Company, which includes the rental transaction with Dormagen described in Note 23, net of recoverable taxes totaled R$ 40,521 and R$ 112,399 (R$ 34,300 and R$ 95,323 in the quarter and period ended on September 30, 2011). The balance of the rental payable on September 30, 2012 is R$ 27,936 (R$ 33,405 on December 31, 2011).

In the quarter and nine months ended on September 30, 2012, rental expenses of the Consolidated, after eliminating the rental transaction with Dromegon described in Note 23, net of recoverable taxes totaled R$ 41,347 and R$ 115,557 (R$ 34,300 and 95,323 in the quarter and period ended on September 30, 2011). The balance of rentals payable on September 30, 2012 is R$ 23,502 (R$ 24,961 on December 31, 2011).

Future commitments arising from these agreements, on September 30, 2012, total a minimum amount of R$ 996,242, as follows:

	Total	2012	2013	2014	2015	2016	2017 onwards
Rentals	996,242	49,655	153,540	151,624	132,212	117,348	391,863

34 Expenses by Nature

The cost of goods sold is composed basically by the cost of the sold inventory and the realization of the present value adjustments and hedge costs allocated to the inventories. The cost of financial products and services is composed basically by the cost of raising resources to finance the operations.

We present below segregation by nature of the expenses presented in the income statements, in accordance with their function:

	Parent Company – BRGAAP				Consolidated - IFRS and BRGAAP			
	3Q12	9H12	3Q11	9H11	3Q12	9H12	3Q11	9H11
Cost of Sales	**(372,207)**	**(1,023,082)**	**(313,824)**	**(902,517)**	**(394,603)**	**(1,082,709)**	**(332,789)**	**(933,561)**
Cost o sales - Retail	(367,798)	(1,009,077)	(308,537)	(885,551)	(390,194)	(1,068,704)	(327,502)	(916,594)
Cost o sales - Financial Products	(4,409)	(14,005)	(5,287)	(16,966)	(4,409)	(14,005)	(5,287)	(16,967)
Selling	**(205,974)**	**(618,041)**	**(178,807)**	**(524,617)**	**(217,724)**	**(652,051)**	**(189,434)**	**(541,644)**
Personnel expenses	(82,193)	(241,140)	(70,741)	(200,089)	(86,859)	(254,980)	(76,294)	(209,310)
Third-party service expenses	(32,653)	(109,859)	(28,133)	(93,488)	(34,237)	(113,796)	(28,989)	(95,259)
Occupancy expenses	(51,985)	(148,636)	(44,180)	(126,441)	(55,072)	(157,890)	(47,481)	(130,720)
Other expenses	(39,143)	(118,406)	(35,753)	(104,599)	(41,556)	(125,385)	(36,670)	(106,355)
General and administrative	**(69,227)**	**(193,000)**	**(60,126)**	**(169,567)**	**(74,110)**	**(207,279)**	**(63,936)**	**(176,020)**
Personnel expenses	(28,920)	(82,587)	(24,534)	(71,216)	(30,536)	(87,721)	(24,619)	(71,363)
Third-party service expenses	(14,477)	(37,180)	(12,624)	(34,069)	(16,084)	(41,456)	(14,581)	(37,661)
Occupancy expenses	(5,068)	(12,111)	(2,955)	(8,493)	(5,212)	(12,519)	(2,965)	(8,503)
Other expenses	(20,762)	(61,122)	(20,013)	(55,789)	(22,278)	(65,583)	(21,771)	(58,493)
Losses on receivables, net	**(24,752)**	**(73,649)**	**(23,147)**	**(70,508)**	**(29,018)**	**(82,642)**	**(24,384)**	**(72,119)**
Other operating results	**(32,540)**	**(95,253)**	**(22,803)**	**(74,135)**	**(41,420)**	**(122,942)**	**(26,136)**	**(83,696)**
Total expenses	**(704,700)**	**(2,003,025)**	**(598,707)**	**(1,741,344)**	**(756,875)**	**(2,147,623)**	**(636,679)**	**(1,807,040)**

35 Appropriation of Net Income

It was approved at the Annual General Meeting (AGM) held on the date of April 20, 2012, the distribution of dividends amounting to R$ 252,680 (R$ 2.058589 per share, of which R$ 76,446 as interest on equity). The payment started on April 27, 2012.

The Company's Management proposed, in meetings of the Board of Directors held on March 14, 2012 and June 19, 2012 and September 19, 2012 the early distribution of interest on capital for the year 2012, in the amount of R$ 20,302 (R$ 0.1653 per share), R$ 20,673 (0.1675 per share) and R$ 20,024 (R$ 0,1621 per share). The distribution of these dividends will be submitted for approval at the Annual General Meeting to be held until April 2013.

Interests on capital are originally recorded in the accounting and tax books as a financial expense, upon appropriation of amounts payable to stockholders. However, for the preparation of these financial statements, the substance of the transaction is used and, therefore, the Interests on capital are considered as dividends paid and excluded from the income statement. Consequently, in these statements, the entries aforementioned are reclassified, that is, interest on capital paid or payable is recorded as a reduction of retained earnings. The amount recorded was fully deducted in the calculation of income tax and social contribution on income and tax benefits arising from this deduction amounted to, approximately, R$ 6,808 on September 30, 2012, R$ 7,029 on June 30,2012, and R$ 6,903 on March 31, 2012 as Note 9.

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Report on Review of Quarterly Information

To the Board of Directors and Shareholders
Lojas Renner S.A.

Introduction

We have reviewed the accompanying parent company and consolidated interim accounting information of Lojas Renner S.A., included in the Quarterly Information Form (ITR) for the quarter ended September 30, 2012, comprising the balance sheet as at that date and the statements of income and comprehensive income for the quarter and nine-month periods then ended, and the statements of changes in equity and cash flows for the nine-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 accounting 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 International Accounting Standard (IAS) 34 - Interim Financial Reporting issued by the International Accounting Standards Board (IASB), as well as the presentation of this information in accordance with the standards issued by the Brazilian Securities Commission (CVM), applicable to the preparation of the Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim accounting information based on our review.

Scope of review

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

Conclusion on the 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 accounting 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 accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with CPC 21 and IAS 34 applicable to the preparation of the Quarterly Information, and presented in accordance with the standards issued by the CVM.

Other matters

Statements of value added

We have also reviewed the parent company and consolidated statements of value added for the nine-month period ended September 30, 2012. 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.

Porto Alegre, October 26, 2012.

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

Carlos Biedermann
Contador CRC 1RS029321/O-4