

Movida – Second Quarter 2017 Earnings Release

2Q17 HIGHLIGHTS

- **Growth of 42.3%** in the number of RAC daily rentals reaching the record of **2.7 million**
- **Increase of 16.4%** in the monthly revenue per GTF car to **R$1,378**
- **60% of cars** sold through "Movida Seminovos" **own stores**
- **Increase of 97.4%** in net income to **R$11.1 million with 1.6 p.p. margin expansion**
- **Growth of 12.3%** in the consolidated EBITDA to **R$71.5 million**
- **Strong cash position**, totaling R$586.5 million

Number of RAC daily rentals reached a **record 2.7 million** in 2Q17, **42.3% up** on 2Q16, as we have been able to **capture industry's growing demand**. Net revenue came to R$192.2 million, **38.4% up** on 2Q16.

Monthly revenue per GTF car of **R$1,378**, **16.4% up** on 2Q16, showing the **change of profile** of the **new contracts**. The 8.5% increase in net revenue, to R$48.6 million in 2Q17 helped reduce fixed costs and **increased the gross margin by 6.6 p.p.** in this segment.

Total fleet sold through "Movida Seminovos" stores increased from **44.8% in 2Q16 to 60.0% in 2Q17**, showing the **development of the sales in retail channel**. Net revenue from the Used Cars Sales came to R$349.7 million, **24.2% up** on 2Q16, essentially due to the **17.3% increase in the average ticket,** to R$36,980 per car sold.

Net income of **R$11.1 million**, **97.4% more** than in 2Q16, and a **1.6 p.p. increase in net margin,** and ROIC of 9.2% year to date.

EBITDA totaled **R$71.5 million** in 2Q17, **12.3% more** than in 2Q16, as a result of the addition of more than 10,000 cars in the Company's total average operating fleet, reflecting the **opening of 34 RAC service centers** in the period.

Cash totaled **R$586.5 million**, essentially due to new funding in the period, following the Company's strategy of extending its debt and securing better sources of funding.

Conference Call and Webcast	9:30 a.m. (SP)	Dial In	Access Code: Movida
Wednesday, August 9, 2017	8:30 a.m. (NY)	+55 (11) 3127-4971	Click here to access the Webcast
		+55 (11) 3728-5971	

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MESSAGE FROM MANAGEMENT

Our commitment to Movida's business plan is increased every quarter, reinforcing our belief that we are working on a changing and expanding market, offering many opportunities to create value for the shareholder. Our **DNA of nonstop innovation** and focus on bringing the customer closer, on the online sales channels and on **improving the experience** of renting or buying a car, helps to build this new moment of the market. Our strategy is **to grow in a responsible manner**, prioritizing profitability, quality of service and improvement of processes. In the 2Q17, Movida recorded a net income of R$11.1 million, an increase of 97.4% yoy.

We closed the quarter with a fleet of 70,843 cars, of which 56,765 were in the rent a car (RAC) operation and 14,078 in the fleet management (operation. Net revenue totaled **R$590.5** million, including the provision of services and sale of cars. This represents an increase of 26.9% over the 2Q16.

Among the main achievements in the 2Q17, we can highlight the **42.3% growth** in the number of RAC daily rentals, which came to a quarterly record of 2.7 million. The operational fleet grew by approximately 11,000 cars year over year in preparation for the second half, which is seasonally stronger. The RAC utilization rate grew by 0.6 p.p., to 74.3%, consolidating the occupancy rates above 74% for the first half of 2017.

In the Fleet Management unit, the strategy of focusing on contracts with **higher profitability** continues to be implemented. The average monthly **revenue per vehicle** reached R$1,378 per month, a growth of 16.4% yoy. A new cycle is beginning, which will enable the sustainable growth of this line of business, just as it has been done in RAC.

The highlight of the semester in Used Cars Sales (Seminovos) is the total volume, with the sale of 20,000 cars showing our ability to deal with the asset. In 2Q17 **60% of cars were sold through our Seminovos stores**, reflecting an improvement in the mix, resulting in an increase in the average price of the car sold by 17.3%.

As part of our financial strategy, we have accessed the capital market in order to extend the terms and reduce the debt costs. Adding our current cash position to the recent issue of **R$400 million** in debentures, the balance of the pro-forma cash at the end of the quarter would be of **R$985 million**.

From the organizational point of view, we reinforced the planning and operations area, increasingly working on the improvement of controls and processes, always focusing on the client and higher profitability. One of our strengths throughout our history has been our **dedication to serving** while devoting great attention to both our customers and brand positioning. We work with **100% of own stores**, ensuring the standardization and quality of the service, the only one among the largest players to use this model.

We have been greatly focusing on building the **Movida Seminovos brand**, with an increase of over



200% of leads generated by the website in three months. We also ran Sales Campaigns in the 2Q17, such as the "Feirão da Parcelinha" and "Arraiá de Ofertas", that contributed to the increase in the volume of sales directly to retail.

Consequently, Movida was **the only car rental brand to grow** in the Top of Mind 2017 survey. In the RAC segment, we won the 2016 Rental Cars award of best Supplier in several airports. The recognition from customers, stakeholders and the market in general strengthen our belief that our quality, passion and innovation values are our business advantages.

Without our people, none of these results would have been possible. The energy, friendliness and dedication of our employees are our main competitive advantage and key for us to continue to achieve our goals. With this as one of our main focus, in this quarter **we launched the "Young Talents**" program and received over **12,000 résumés** from all over the country of people who are interested in joining our company, which is a source of great pride for our team.

The launch of MovidaLabs was another important highlight of our strategy and reinforces our **pioneering innovation**. We already have some initiatives under progress with start-ups, mainly focused on Online Marketing, Data Analytics, IOT/Tracking, Artificial Intelligence, Systems Development and Process Automation. **MovidaLabs** is a platform to speed-up and professionalize our relationship with start-ups, bringing us even closer to this market. Is was launched on July 6, at the WeMuv event on Innovation in Urban Mobility. We already had over 4,200 accesses of start-ups who want to work with Movida in one of the challenges we have suggested. After a process, we will be able to select some start-ups to sign pilot agreements, with the possibility of mentoring and, if we want to, the option to invest.

I would like to express our **DEEPEST GRATITUDE** to our customers, who elected us the No. 1 Rental Car Company in terms of Satisfaction in an award sponsored by the SME section of Estadão newspaper.

I would also like to thank each and every one of our suppliers, employees, investors, financial institutions and all those who work with us and help us fulfill our commitment with **excellence in service** and **focus on profitability** and returns on invested capital, being sure that there is always more we can do and accomplish.

THANK YOU!
Sincerely,



Renato Horta Franklin
CEO





MAIN INDICATORS

Financial Highlights (R$ million)	2Q16	1Q17	2Q17	1S16	1S17	Chg. 1Q17 x 1Q16	Chg. 1Q17 x 1Q16	Chg. 1S17 x 1S16
Gross Revenue	489.2	641.1	617.5	919.9	1,258.6	-3.7%	26.2%	36.8%
Net Revenue	465.3	615.1	590.5	870.9	1,205.6	-4.0%	26.9%	38.4%
Net Revenue from Services	183.7	245.7	240.8	375.9	486.5	-2.0%	31.1%	29.4%
Net Revenue from the Sale of Assets	281.6	369.4	349.7	494.9	719.1	-5.3%	24.2%	45.3%
EBIT	42.2	67.7	53.3	94.7	121.0	-21.3%	26.3%	27.7%
EBIT Margin[1]	*23.0%*	*27.5%*	*22.1%*	*25.2%*	*24.9%*	*-5.4 p.p*	*-0.8 p.p*	*-0.3 p.p*
EBITDA	63.7	85.1	71.5	137.4	156.6	-16.0%	12.3%	14.0%
EBITDA Margin[1]	*34.6%*	*34.7%*	*29.7%*	*36.6%*	*32.2%*	*-5.0 p.p*	*-5.0 p.p*	*-4.4 p.p*
Net Profit	5.6	20.6	11.1	18.8	31.8	-46.0%	97.4%	68.5%
Net Margin[1]	*3.1%*	*8.4%*	*4.6%*	*5.0%*	*6.5%*	*-3.8 p.p*	*+1.6 p.p*	*+1.5 p.p*
Annualized ROIC	7.6%	10.7%	7.5%	8.4%	9.2%	*-3.2 p.p*	*-0.0 p.p*	*+0.8 p.p*
ROIC LTM	9.0%	8.4%	8.4%	9.0%	8.4%	*-0.0 p.p*	*-0.6 p.p*	*-0.6 p.p*

[1] Calculated on total net revenue from services

Operational Highlights	2Q16	1Q17	2Q17	1S16	1S17	Chg. 1Q17 x 1Q16	Chg. 1Q17 x 1Q16	Chg. 1S17 x 1S16
Total fleet - end of period	54,816	64,075	70,843	54,816	70,843	10.6%	29.2%	29.2%
RAC	38,559	49,849	56,765	38,559	56,765	13.9%	47.2%	47.2%
GTF	16,257	14,226	14,078	16,257	14,078	-1.0%	-13.4%	-13.4%
Number of RAC Service Points	166	182	183	166	183	0.5%	10.2%	10.2%
Number of Used Cars Stores	43	59	60	43	60	1.7%	39.5%	39.5%
Number of daily rentals - RAC (in thousands)	1,905	2,599	2,711	3,665	5,310	4.3%	42.3%	44.9%
Number of daily rentals - GTF (in thousands)	1,303	1,187	1,230	2,662	2,417	3.6%	-5.6%	-9.2%
Average monthly revenue per operational average fleet - RAC (R$)	1,805	1,846	1,742	1,807	1,793	-5.6%	-3.5%	-0.8%
Average monthly revenue per operational average fleet - GTF (R$)	1,184	1,369	1,378	820	1,106	0.6%	16.4%	34.8%
Number of Cars Sold	8,967	10,538	9,471	15,673	20,009	-10.1%	5.6%	27.7%

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1. Rent-a-Car (RAC)

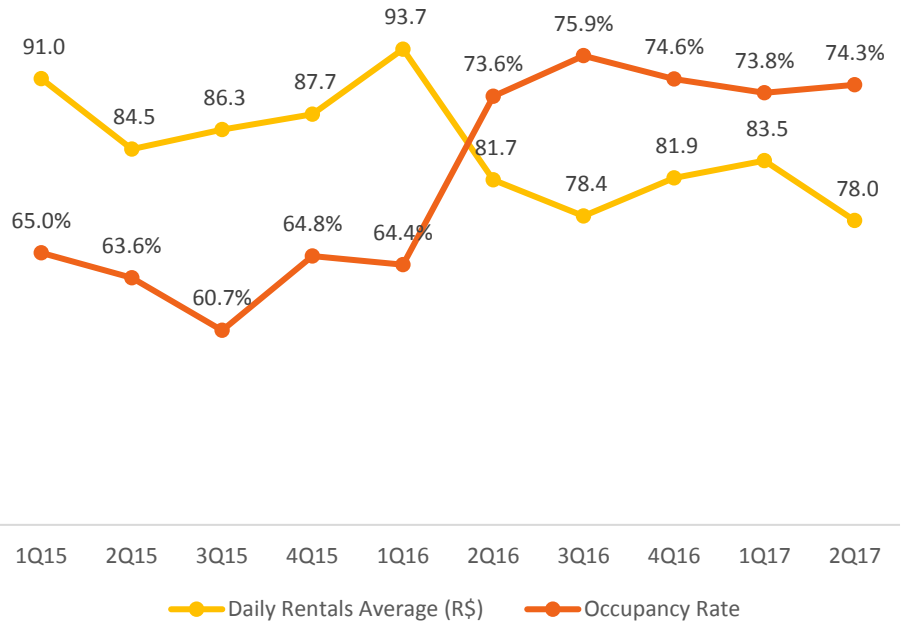
1.a. Net Revenue

(R$ million)	2Q16	1Q17	2Q17	1S16	1S17	Chg. 2Q17 x 1Q17	Chg. 2Q17 x 2Q16	Chg. 1S17 x 1S16
Gross Revenue of Services	**155.6**	**216.9**	**211.4**	**320.6**	**428.3**	**-2.5%**	**35.8%**	**33.6%**
Deductions	(16.8)	(18.5)	(19.2)	(35.4)	(37.7)	3.7%	14.7%	6.5%
Net Revenue	**138.9**	**198.4**	**192.2**	**285.2**	**390.5**	**-3.1%**	**38.4%**	**36.9%**

The 38.4% increase in net revenue between 2Q16 and 2Q17 resulted from the expansion of the fleet and RAC service centers. More than 11,700 cars were incorporated to the average operational fleet; occupancy ratio increased by 0.7 p.p..

As a result, the number of daily rentals increased by 42.3% in the same period. The year-on-year decrease in the average daily rentals arises from the change in the sales channel.

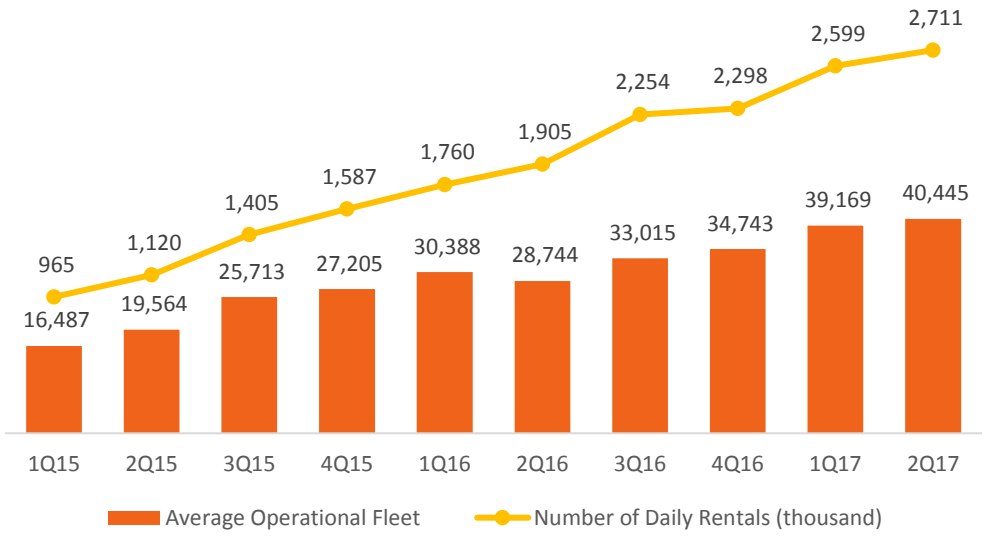
OCCUPANCY RATE vs. AVERAGE DAILY RENTALS



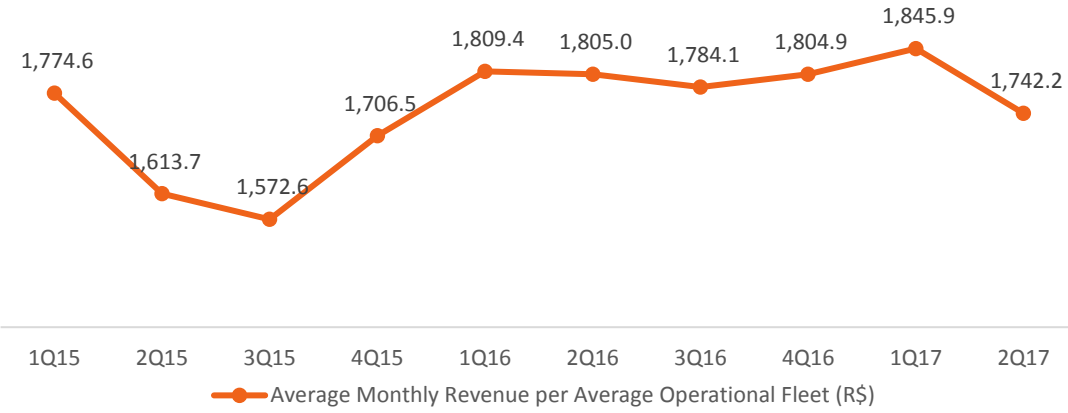
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AVERAGE OPERATIONAL FLEET vs. NUMBER OF DAILY RENTALS



AVERAGE MONTHLY REVENUE PER AVERAGE OPERATIONAL FLEET (R$)



The RAC average monthly revenue was of R$ 1,742.20, with a 3.5% decrease year-on-year mainly due to change of mix and new products such as “Movida Monthly Flex” and the “AX” car group.

1.b. Costs and Depreciation

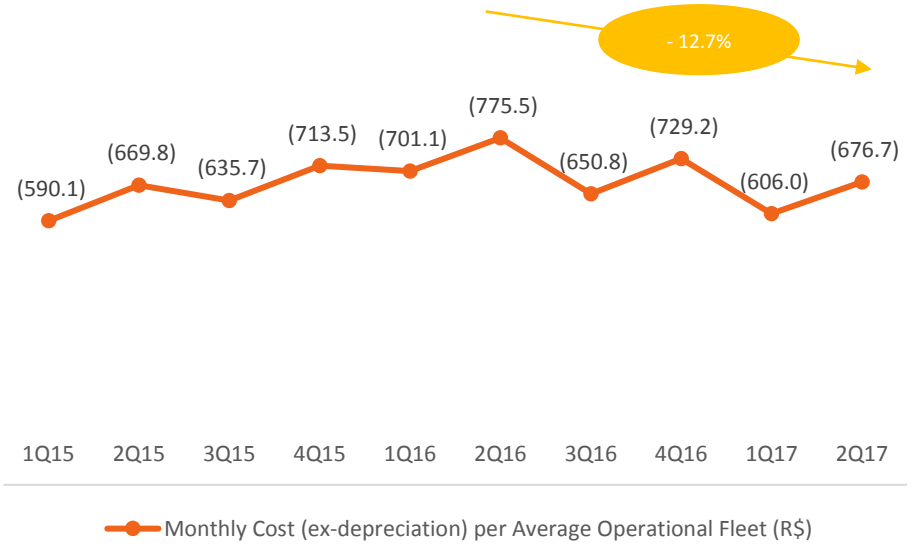
(R$ million)	2Q16	1Q17	2Q17	1S16	1S17	Chg. 2Q17 x 1Q17	Chg. 2Q17 x 2Q16	Chg. 1S17 x 1S16
Cost	**(75.6)**	**(80.4)**	**(91.7)**	**(148.1)**	**(172.0)**	**14.1%**	**21.3%**	**16.2%**
Cost Ex-depreciation	(66.9)	(71.2)	(82.1)	(130.8)	(153.3)	15.3%	22.8%	17.2%
Depreciation	(8.7)	(9.1)	(9.6)	(17.3)	(18.7)	4.8%	9.7%	8.2%
Fleet Depreciation	(8.4)	(8.8)	(9.4)	(16.6)	(18.2)	6.4%	11.4%	9.4%
Other	(0.3)	(0.3)	(0.2)	(0.7)	(0.5)	-28.5%	-33.4%	-26.5%

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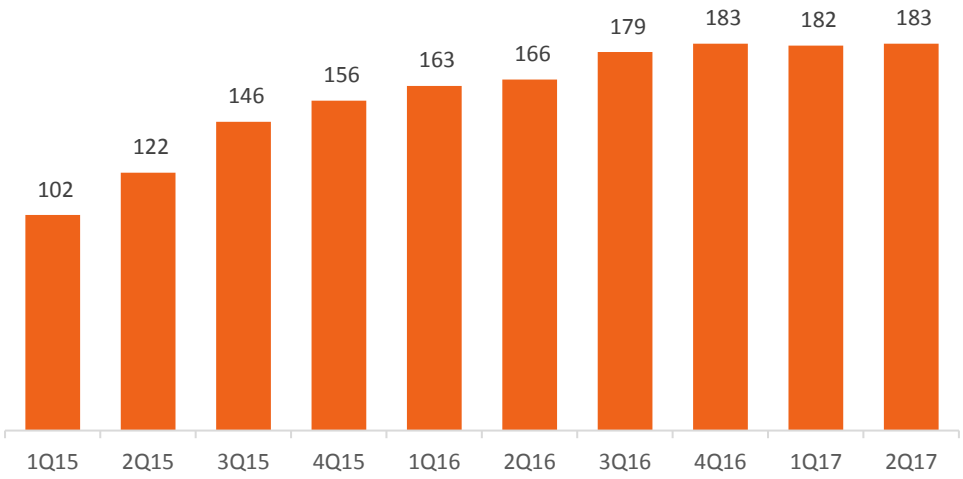
Costs in the RAC segment increased by 21.3% in 2Q17 over 2Q16, essentially due to the increased fleet and the opening of new RAC service centers. Second-quarter costs were impacted by the addition of 16,100 cars, which is in line with the Company's strategy of seasonally increasing its fleet in the period in preparation for meeting high-season demand (such as school vacations).

MONTHLY COSTS (ex-depreciation) PER AVERAGE OPERATIONAL FLEET (R$)



Analyzing the geographic coverage, 17 new RAC service centers were opened between 2Q16 and 2Q17. The Company opened one RAC service center between 1Q17 and 2Q17 and absorbed the franchised RAC service centers in order to operate 100% of proprietary stores.

NUMBER OF RAC SERVICE CENTERS

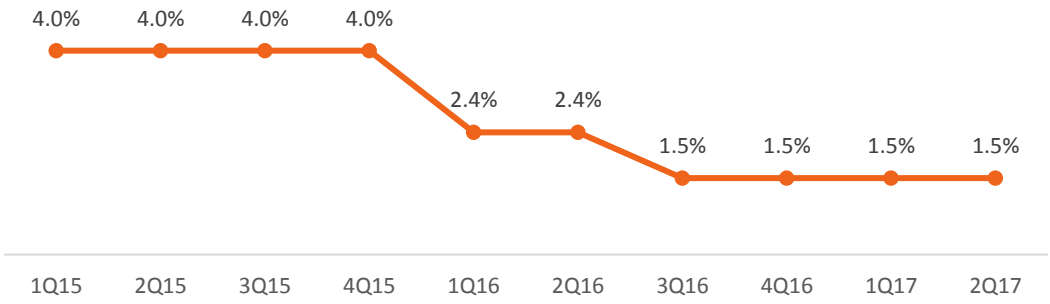


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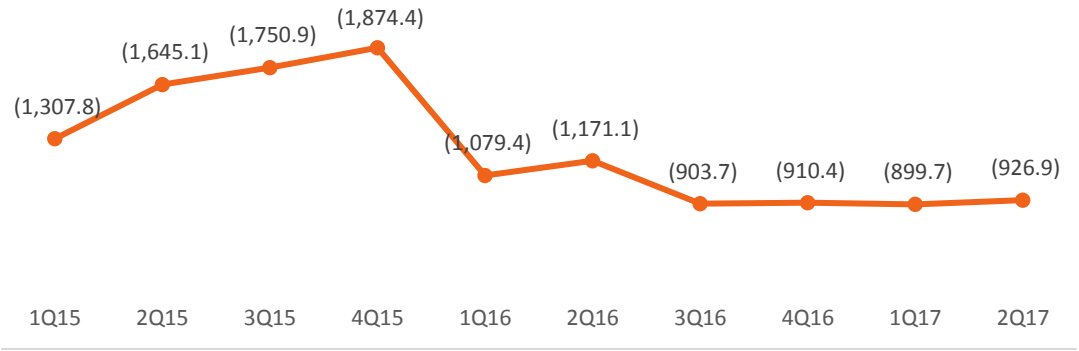


Depreciation in the RAC segment fell in 2Q17 over 1Q15 and remained flat as of 4Q16, reaffirming the Company's belief in a positive outlook for the market where it operates.

RAC DEPRECIATION RATE (p.a.)



QUARTERLY ANNUALIZED DEPRECIATION PER AVERAGE OPERATIONAL FLEET (R$)



1.c. Operational Result

(R$ million)	2Q16	1Q17	2Q17	1S16	1S17	Chg. 2Q17 x 1Q17	Chg. 2Q17 x 2Q16	Chg. 1S17 x 1S16
Gross Profit	**63.3**	**118.0**	**100.5**	**137.1**	**218.5**	**-14.9%**	**58.8%**	**59.4%**
Gross Margin	*45.6%*	*59.5%*	*52.3%*	*48.1%*	*55.9%*	*-7.2 p.p*	*+6.7 p.p*	*+7.9 p.p*
General and Administrative Expenses	(30.1)	(59.4)	(59.0)	(57.4)	(118.4)	-0.7%	95.8%	106.3%
EBITDA	**41.9**	**67.8**	**51.0**	**97.0**	**118.8**	**-24.7%**	**21.9%**	**22.5%**
EBITDA Margin	*30.2%*	*34.2%*	*26.6%*	*34.0%*	*30.4%*	*-7.6 p.p*	*-3.6 p.p*	*-3.6 p.p*
EBIT	**33.1**	**58.6**	**41.5**	**79.7**	**100.1**	**-29.3%**	**25.1%**	**25.6%**
EBIT Margin	*23.9%*	*29.5%*	*21.6%*	*27.9%*	*25.6%*	*-8.0 p.p*	*-2.3 p.p*	*-2.3 p.p*

The increase in net revenue combined with the Company's focus on cost management led the gross margin to expand by 6.6 p.p. The R$13.1 million increase in expenses between 2Q16 and 2Q17 was essentially due to higher theft and delinquency rates, reflecting the deterioration of social indicators and unemployment rates in the country. This scenario also reflects the actual losses in accounts receivable, which represented an expense of R$12.2 million in 2Q17. In addition, the net result from the sale of damaged cars (difference between the sale value and

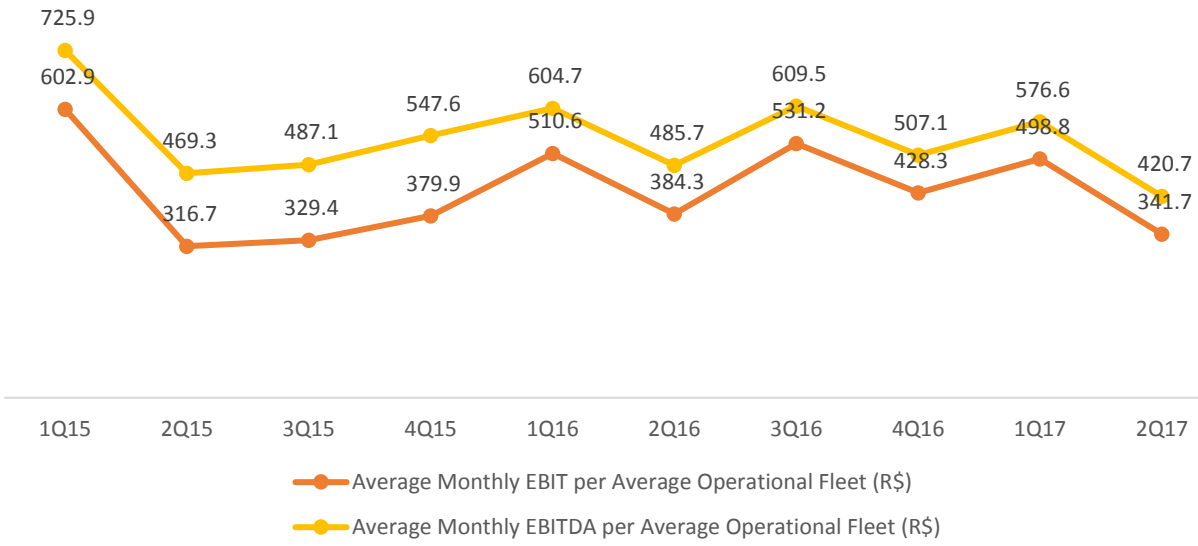


the residual value of the car) totaled R$11.8 million in 2Q17, a timing effect of the higher number of crashed cars sold.

Expenses with marketing and advertising campaigns increased in 2Q17 with the inclusion of advertisements on the prime time of open-air TV, on paid-TV channels and more intense dissemination of the advertisements on radio programs. The Company also counted on cultural sponsorships, such as Rock in Rio and Opus Villa Lobos Theater, as well as the renovation of the *Vire a Chave* campaign.

EBIT increased by 25.1% in the same period, positively impacted by lower depreciation rates. All these factors resulted in a drop in EBITDA per operational car, impacted by the mentioned provisions that will be diluted by the maturation of the Company's structure and the RAC service centers.

EBIT vs. AVERAGE MONTHLY EBITDA PER AVERAGE OPERATIONAL FLEET (R$)



2. Fleet Management (GTF)

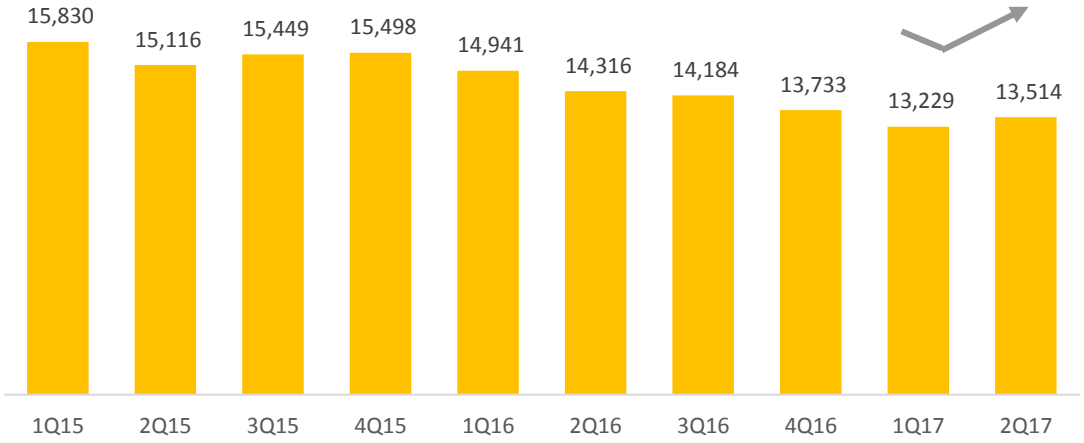
2.a. Net Revenue

(R$ million)	2Q16	1Q17	2Q17	1S16	1S17	Chg. 2Q17 x 1Q17	Chg. 2Q17 x 2Q16	Chg. 1S17 x 1S16
Gross Revenue	**50.9**	**54.3**	**55.9**	**102.7**	**110.2**	**2.8%**	**9.8%**	**7.3%**
Deductions	(6.0)	(7.0)	(7.2)	(12.0)	(14.3)	2.7%	20.1%	18.7%
Net Revenue	**44.8**	**47.3**	**48.6**	**90.7**	**95.9**	**2.8%**	**8.5%**	**5.8%**

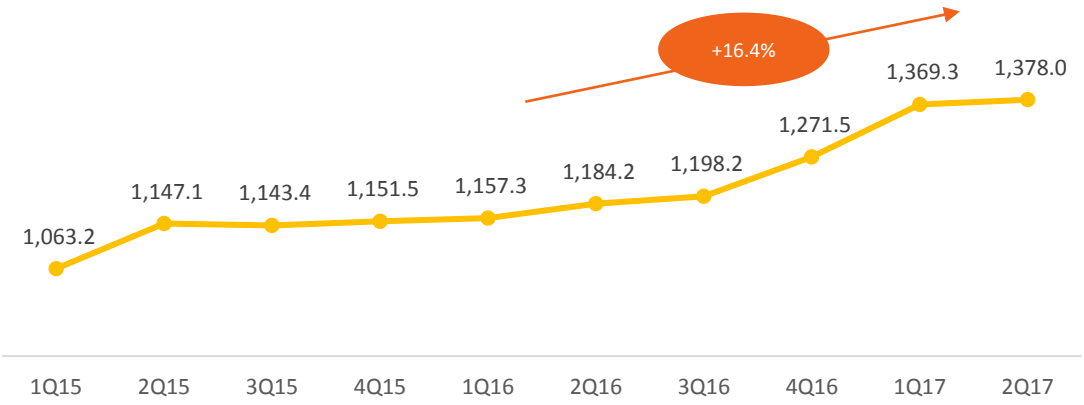
The Fleet Management segment grew by 9.8% between 2Q16 and 2Q17, as a result of a contract adjustment strategy. Therefore, the average monthly revenue per car increased, as shown in the graphs below.



AVERAGE OPERATIONAL FLEET



AVERAGE MONTHLY REVENUE PER AVERAGE OPERATIONAL FLEET (R$)



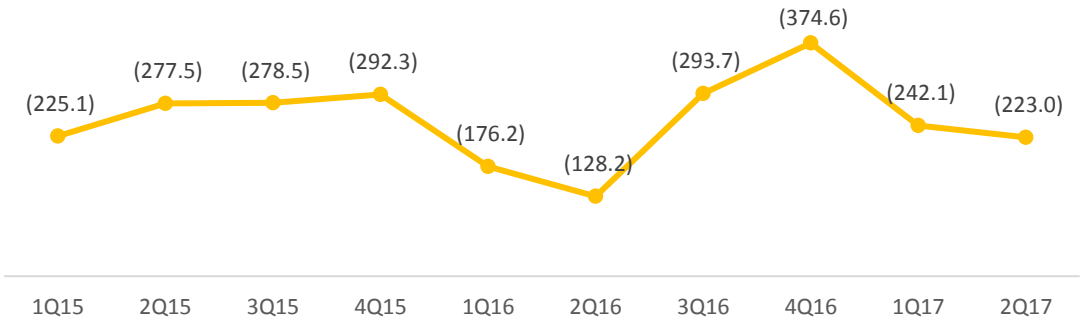
2.b. Costs and Depreciation

(R$ million)	2Q16	1Q17	2Q17	1S16	1S17	Chg. 2Q17 x 1Q17	Chg. 2Q17 x 2Q16	Chg. 1S17 x 1S16
Cost	**(17.9)**	**(16.8)**	**(16.2)**	**(38.2)**	**(33.0)**	**-4.0%**	**-9.5%**	**-13.5%**
Cost Ex-depreciation	(5.5)	(9.6)	(9.0)	(13.4)	(18.6)	-5.9%	64.2%	39.1%
Depreciation	(12.3)	(7.2)	(7.1)	(24.8)	(14.4)	-1.5%	-42.3%	-42.0%
Fleet Depreciation	(12.3)	(7.0)	(6.9)	(24.6)	(13.9)	-2.5%	-44.0%	-43.5%
Other	(0.1)	(0.2)	(0.3)	(0.2)	(0.5)	31.0%	208.1%	171.9%

The costs per average operational fleet increased quarter over quarter reflecting the implementation of the new contracts executed in 2Q17, which incur pre-operating costs with car licensing, preparation and documentation.

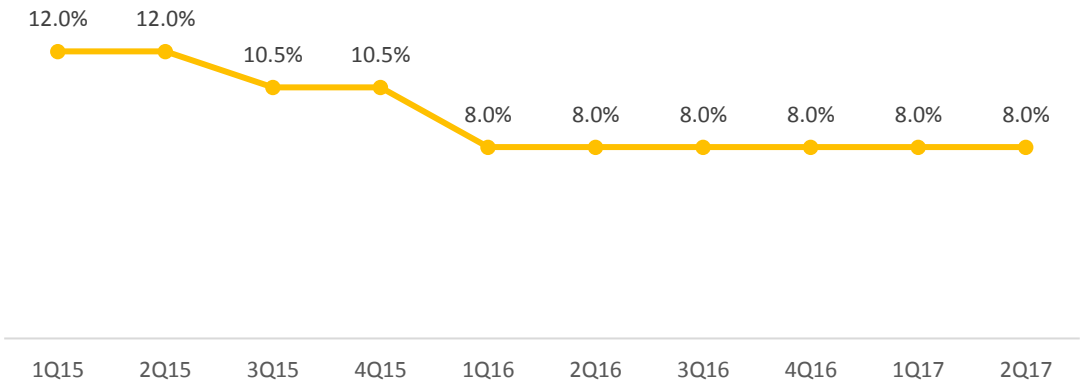


MONTHLY COST (ex-depreciation) PER AVERAGE OPERATIONAL FLEET (R$)

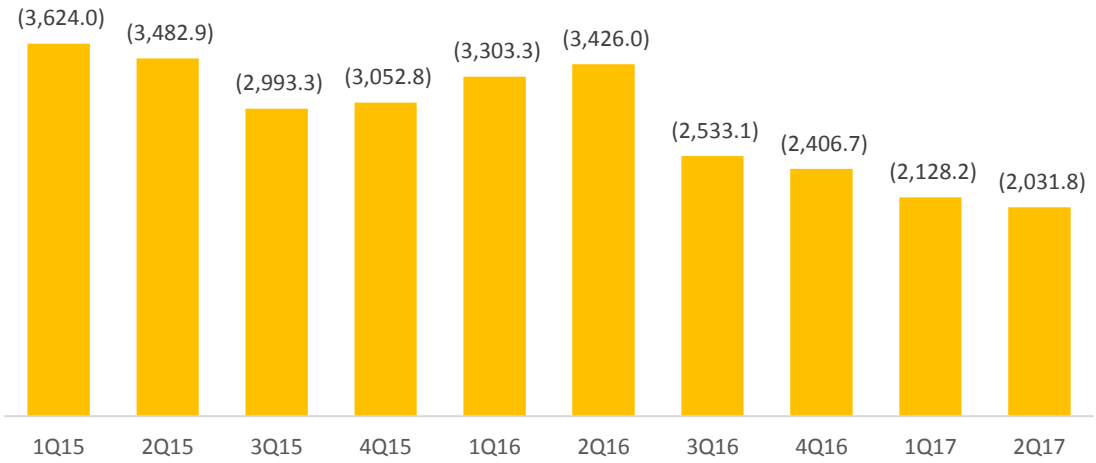


The depreciation rate in the Fleet Management segment has been flat since 1Q16, as shown below.

GTF DEPRECIATION RATE (p.a.)



QUARTERLY ANNUALIZED DEPRECIATION PER AVERAGE OPERATIONAL FLEET (R$)



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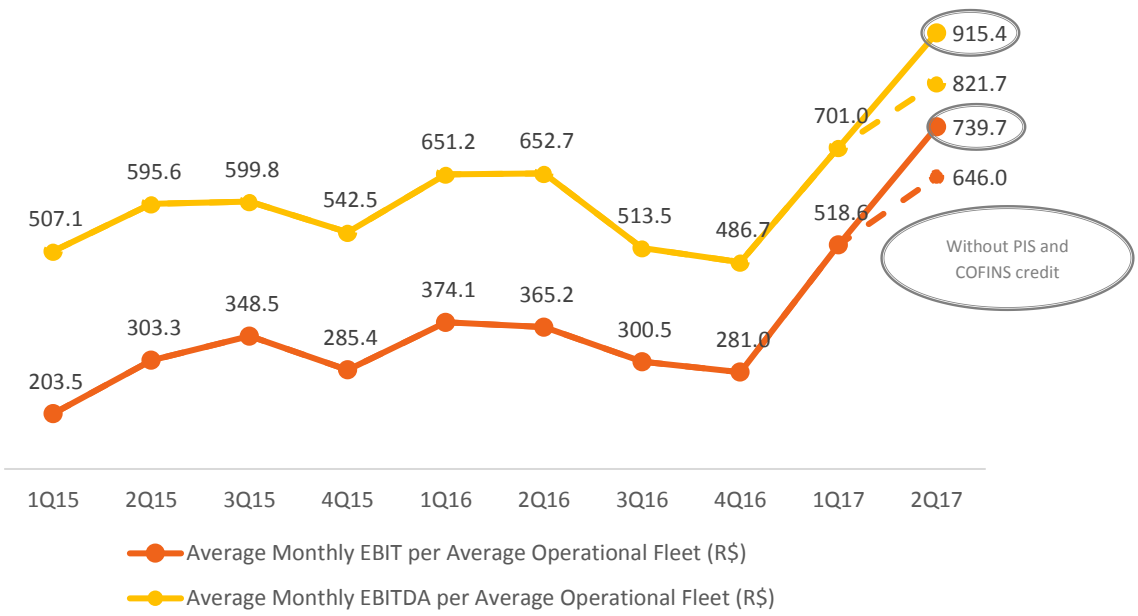


2.c. Operational Result

(R$ million)	2Q16	1Q17	2Q17	1S16	1S17	Chg. 2Q17 x 1Q17	Chg. 2Q17 x 2Q16	Chg. 1S17 x 1S16
Gross Profit	**27.0**	**30.5**	**32.5**	**52.5**	**62.9**	**6.6%**	**20.3%**	**19.8%**
Gross Margin	*60.2%*	*64.4%*	*66.8%*	*57.9%*	*65.6%*	*+2.4 p.p*	*+6.6 p.p*	*+7.7 p.p*
General and Administrative Expenses	(11.3)	(9.9)	(2.5)	(20.1)	(12.4)	-74.8%	-78.0%	-38.5%
EBITDA	**28.0**	**27.8**	**37.1**	**57.2**	**64.9**	**33.4%**	**32.4%**	**13.5%**
EBITDA Margin	*62.5%*	*58.8%*	*76.3%*	*63.1%*	*67.7%*	*+17.5 p.p*	*+13.8 p.p*	*+4.6 p.p*
EBIT	**15.7**	**20.6**	**30.0**	**32.5**	**50.6**	**45.7%**	**91.2%**	**55.8%**
EBIT Margin	*35.0%*	*43.5%*	*61.7%*	*35.8%*	*52.7%*	*+18.1 p.p*	*+26.7 p.p*	*+16.9 p.p*

Gross margin grew by 6.6 p.p. in 2Q17 over 2Q16, due to higher revenue and lower costs in the period. EBIT increased by 91.2% in the period, a 26.6 p.p. margin growth, which was impacted by the PIS and COFINS non-recurring credit taxes and lower fleet depreciation. In unitary terms, these events increased EBITDA per operational car.

EBIT vs. AVERAGE MONTHLY EBITDA PER AVERAGE OPERATIONAL FLEET (R$)





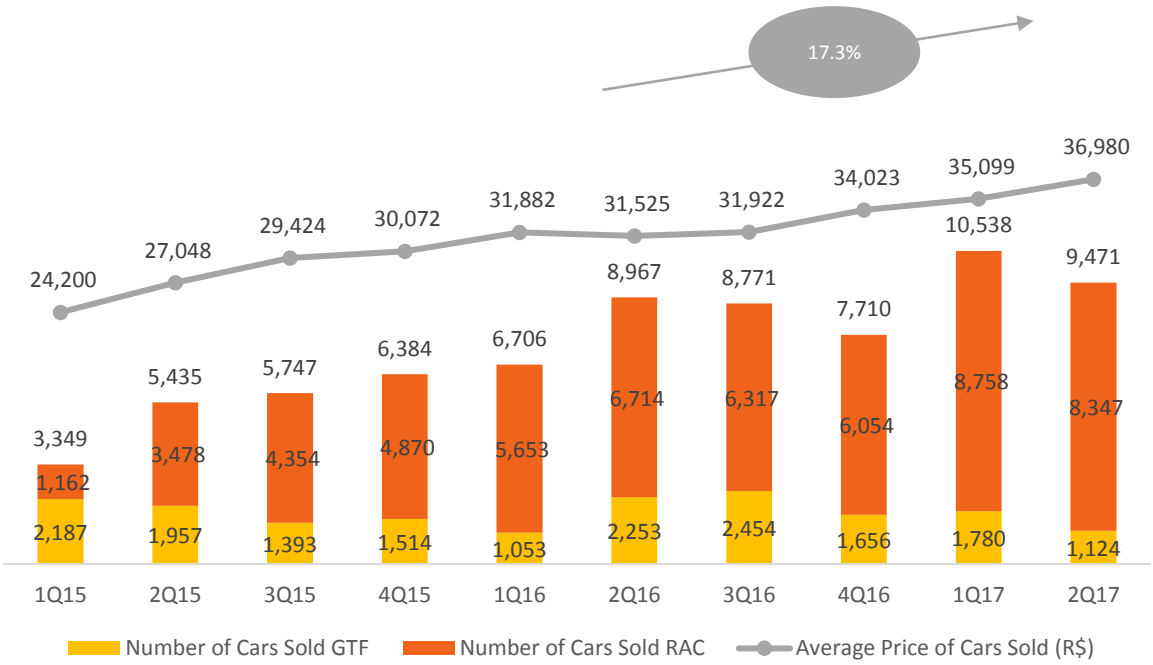
3. Seminovos

3.a. Net Revenue

(R$ million)	2Q16	1Q17	2Q17	1S16	1S17	Chg. 2Q17 x 1Q17	Chg. 2Q17 x 2Q16	Chg. 1S17 x 1S16
Gross Revenue	**282.7**	**369.9**	**350.2**	**496.5**	**720.1**	**-5.3%**	**23.9%**	**45.0%**
Deductions	(1.1)	(0.4)	(0.5)	(1.5)	(1.0)	22.3%	-50.9%	-36.7%
Net Revenue	**281.6**	**369.4**	**349.7**	**494.9**	**719.1**	**-5.3%**	**24.2%**	**45.3%**
Number of Cars Sold	**8,967**	**10,538**	**9,471**	**15,673**	**20,009**	**-10.1%**	**5.6%**	**27.7%**
Average Number of Cars Sold on Stores per Month	**35**	**34**	**32**	**31**	**33**	**-7.4%**	**-8.4%**	**7.4%**
Average Price of Cars Sold (R$)	**31,525**	**35,099**	**36,980**	**31,678**	**35,989**	**5.4%**	**17.3%**	**13.6%**

The improved business scale and the construction of RAC service centers with the "Movida Seminovos" brand led to a net revenue expansion of 24.2% in 2Q17 over 2Q16. Furthermore, the choice of models and the change in the sales channel mix increased the average price of cars sold by 17.3% in the same period. Total fleet sold through Seminovos stores increased from 44.8% in 2Q16 to 60.0% in 2Q17, showing the Company's ability to sell through the structure developed. In comparison to 1Q17, the volume was 10% lower due to number of holidays next to weekend in April, which impacted in the retail sales.

NUMBER OF CAR SOLD vs. AVERAGE PRICE OF CAR SOLD (R$)



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3.b. Costs

(R$ million)	2Q16	1Q17	2Q17	1S16	1S17	Chg. 2Q17 x 1Q17	Chg. 2Q17 x 2Q16	Chg. 1S17 x 1S16
Cost	**(264.1)**	**(349.5)**	**(332.7)**	**(466.8)**	**(682.2)**	**-4.8%**	**26.0%**	**46.1%**

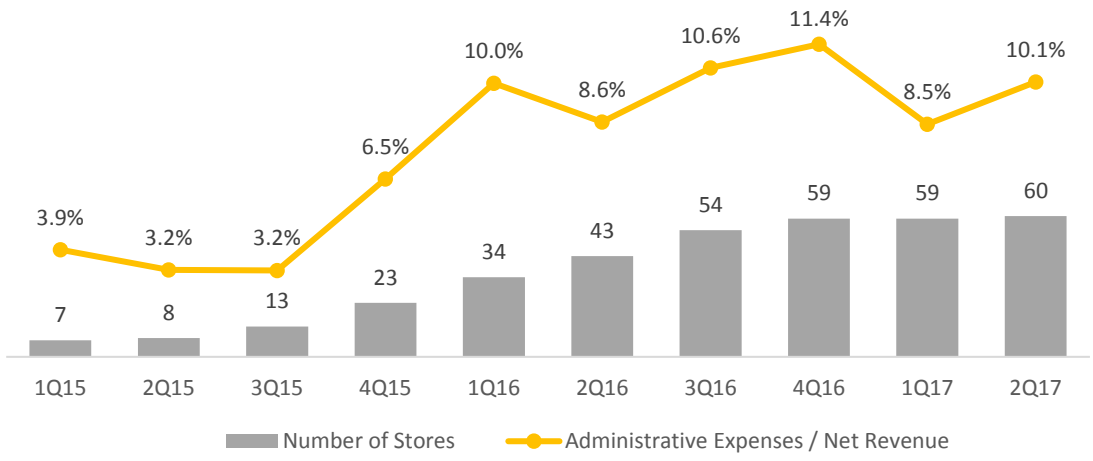
Costs consist of the book value of cars sold. The increase in costs depend on the higher volume of cars sold. The Company's gain of scale benefitted the operation with more attractive acquisition prices, reducing unit costs for the Used Cars Sales unit.

3.c. Operational Result

(R$ million)	2Q16	1Q17	2Q17	1S16	1S17	Chg. 2Q17 x 1Q17	Chg. 2Q17 x 2Q16	Chg. 1S17 x 1S16
Gross Profit	**17.5**	**19.9**	**17.0**	**28.1**	**36.9**	**-14.7%**	**-3.1%**	**31.3%**
Gross Margin	*6.2%*	*5.4%*	*4.9%*	*5.7%*	*5.1%*	*-0.5 p.p*	*-1.4 p.p*	*-0.5 p.p*
Administrative Expenses	(24.2)	(31.4)	(35.2)	(45.5)	(66.6)	11.9%	45.5%	46.3%
EBITDA	**(6.3)**	**(10.4)**	**(16.7)**	**(16.8)**	**(27.1)**	**n.a.**	**n.a.**	**n.a.**
EBITDA Margin	*-2.2%*	*-2.8%*	*-4.8%*	*-3.4%*	*-3.8%*	*-1.9 p.p*	*-2.5 p.p*	*-0.4 p.p*
EBIT	**(6.6)**	**(11.5)**	**(18.2)**	**(17.4)**	**(29.7)**	**n.a.**	**n.a.**	**n.a.**
EBIT Margin	*-2.4%*	*-3.1%*	*-5.2%*	*-3.5%*	*-4.1%*	*-2.1 p.p*	*-2.8 p.p*	*-0.6 p.p*

Gross profit decreased by 3.1% in the period, due to the lower depreciation rates levied in more than one quarter, which increase the residual value (cost) of cars when compared with previous quarters. Administrative expenses increased as a result of the higher number of points of sale in the period, from 43 to 60, maintaining EBITDA and EBIT in negative levels. The chart below shows the impact of expenses versus net revenue, which increased in 2Q17 due to the lower volume of cars sold in the period.

NUMBER OF POINTS OF SALE vs. ADMINISTRATIVE EXPENSES/NET REVENUE



We intensified our Used Cars Sales marketing campaigns, including the *Feirão da Parcelinha* in May and the *Arraiá de Ofertas* in June, with the aim of strengthening the Movida Seminovos brand and bring final users closer to stores that sell cars. These investments explain the increase in general expanses *versus* 1Q17.



4. Financial Result

CONSOLIDATED FINANCIAL RESULT (R$ million)	2Q16	1Q17	2Q17	1S16	1S17	Chg. 2Q17 x 1Q17	Chg. 2Q17 x 2Q16	Chg. 1S17 x 1S16
Financial Result	**(33.3)**	**(36.4)**	**(35.7)**	**(65.5)**	**(72.0)**	**-1.9%**	**7.2%**	**9.9%**
Financial Expenses	(45.0)	(46.1)	(48.0)	(90.5)	(94.1)	4.1%	6.8%	4.0%
Financial Income	11.7	9.8	12.3	25.0	22.1	26.2%	5.6%	-11.4%

The second-quarter net financial result was an expense of R$35.7 million. The increase of R$2.4 million (or 7.2%) over 2Q16 is due to the increase in gross debt and does not reflect completely the drop in the interest rates, due to the Company's debt profile, which is still concentrated in fixed rates.

5. Net Income

CONSOLIDATED RESULT (R$ million)	2Q16	1Q17	2Q17	1S16	1S17	Chg. 2Q17 x 1Q17	Chg. 2Q17 x 2Q16	Chg. 1S17 x 1S16
Gross Profit	**107.8**	**168.4**	**149.9**	**217.8**	**318.3**	**-11.0%**	**39.1%**	**46.2%**
EBITDA	**63.7**	**85.1**	**71.5**	**137.4**	**156.6**	**-16.0%**	**12.3%**	**14.0%**
EBITDA Margin[1]	*34.6%*	*34.7%*	*29.7%*	*36.6%*	*32.2%*	*-5.0 p.p*	*-5.0 p.p*	*-4.4 p.p*
EBIT	**42.2**	**67.7**	**53.3**	**94.7**	**121.0**	**-21.3%**	**26.3%**	**27.7%**
EBIT Margin[1]	*23.0%*	*27.5%*	*22.1%*	*25.2%*	*24.9%*	*-5.4 p.p*	*-0.8 p.p*	*-0.3 p.p*
EBT	**8.9**	**31.3**	**17.6**	**29.2**	**48.9**	**-43.8%**	**97.5%**	**67.6%**
EBT Margin[1]	*4.9%*	*12.7%*	*7.3%*	*7.8%*	*10.1%*	*-5.4 p.p*	*+2.5 p.p*	*+2.3 p.p*
Net Profit	**5.6**	**20.6**	**11.1**	**18.8**	**31.8**	**-46.0%**	**97.4%**	**68.5%**
Net Margin[1]	*3.1%*	*8.4%*	*4.6%*	*5.0%*	*6.5%*	*-3.8 p.p*	*+1.6 p.p*	*+1.5 p.p*

[1] Over Net Revenue from Services

CONSOLIDATED EBITDA RECONCILIATION (R$ million)	2Q16	1Q17	2Q17	1S16	1S17	Chg. 2Q17 x 1Q17	Chg. 2Q17 x 2Q16	Chg. 1S17 x 1S16
Net Income	5.6	20.6	11.1	18.8	31.8	-46.0%	97.4%	68.5%
Financial Result	33.3	36.4	35.7	65.5	72.0	-1.9%	7.2%	9.9%
Income Taxes and Social Contribution	3.3	10.7	6.5	10.3	17.2	-372.6%	-372.6%	-372.6%
Depreciation and Amortization	21.5	17.5	18.2	42.7	35.7	-4.4%	15.1%	16.4%
EBITDA	**63.7**	**85.1**	**71.5**	**137.4**	**156.6**	**-16.0%**	**12.3%**	**14.0%**

Gross profit increased by 39.1% between 2Q16 and 2Q17, showing the effectiveness of Management's profitability strategy. Expenses related to infrastructure and administrative structures shared with JSL S.A. came to R$3.9 million in 2Q17. EBITDA increased by 12.3% in the period as a result of (i) higher revenue (ii) cost management of the platform already implemented.

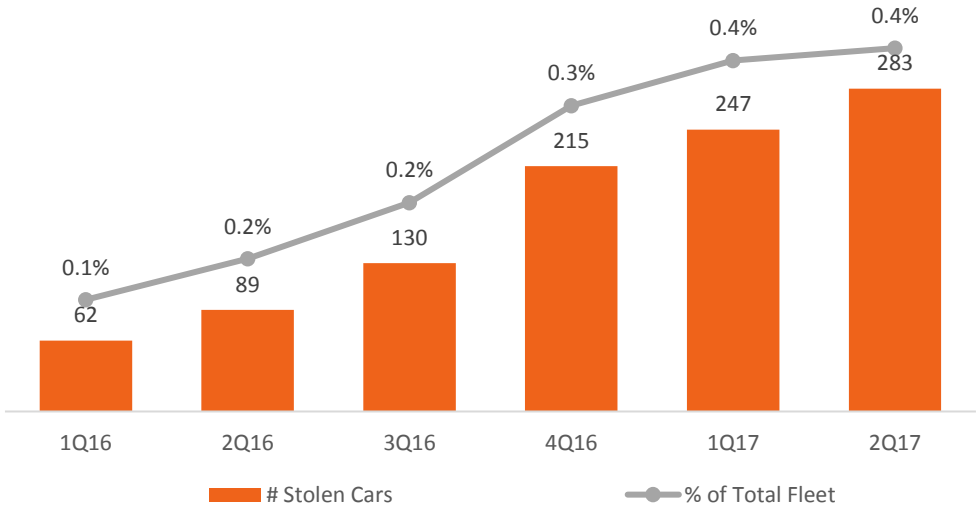
This result was essentially due to higher administrative expenses – especially the stolen cars, allowance for doubtful accounts and sale of damaged cars line items, which jointly had a negative impact of R$37.1 million on the Company's consolidated result. These effects are individually detailed below.



Acconting Impact	2Q16	1Q17	2Q17	Initiatives in Progress
Cost of cars claimed (stolen cars)	(7.4)	(13.3)	(13.1)	Creation of the Fraud Prevention department Identification using biometric digital and face recognition Higher number of trackers used in the fleet Focus in regions with the worst indicators
Actual losses in accounts receivable (allowance for loan losses)	(6.1)	(13.8)	(12.2)	Structuring and expansion of the Credit and Collection department Revision of the credit granting process Implementation of the credit score negative information and debtor protest process
Result from the sale of damaged cars	(0.9)	(10.1)	(11.8)	Restructuring of the team responsible for the sale of damaged cars Stabilization of the new process and the monthly sales flow
TOTAL IMPACT	**(14.4)**	**(37.2)**	**(37.1)**	

Claim ratios increased in all modalities: theft, fraud or delinquency, affecting both the number of cars and default rates.

EVOLUTION IN THE NUMBER OF CARS STOLEN



Initiatives to restrain said impacts, such as the expansion of the Fraud Prevention department, identification using biometric face recognition in service centers, higher number of trackers used in the fleet and use of credit score negative information and debtor protest, among others, are currently being implemented. The maturation of said initiatives and the recovery of Brazil's social and economic indicators will lead to more controlled expense levels in the coming quarters.

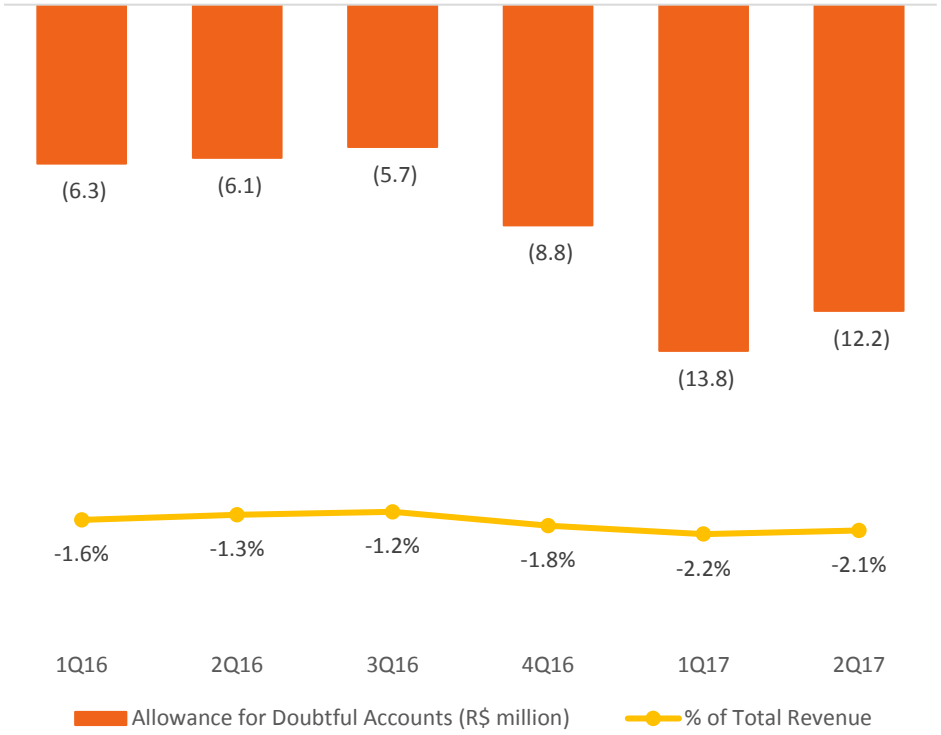
The balance of the allowance for doubtful accounts improved over 1Q17, underlining the good results of the measures taken so far. The increase in the accounts receivable reversal indices

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also confirm the belief that these initiatives will lead to a significant improvement in the coming quarters.

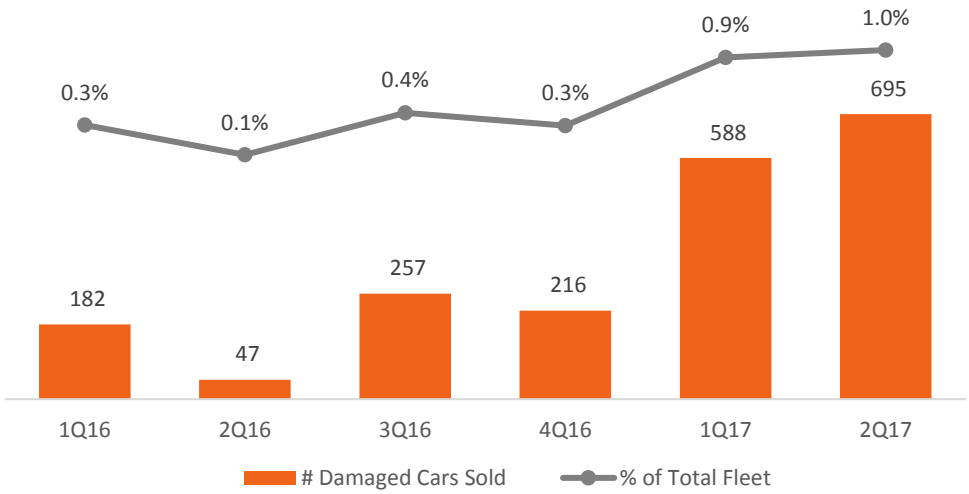
EVOLUTION OF ACTUAL LOSSES IN ACCOUNTS RECEIVABLE



The result of damaged cars was impacted by a one-off increase in volume, as a consequence of adjustments to internal processes already concluded. After a non-recurring sales peak, the inventory of crashed cars tends to return to constant levels in relation to the total fleet.



EVOLUTION OF THE RESULT OF DAMAGED CARS



Consequently, net income increased by 97.4% in the period, due to higher revenue and lower expenses of the structure already implemented. Net margin increased by 1.6 p.p. in 2Q17 over 2Q16, showing that the accelerated growth was impacting past period margins and confirming the Company's strategy to begin a cycle with higher profitability and lower growth.



6. Net Investment

CAPEX (R$ million)	2Q16	1Q17	2Q17	1S16	1S17	Chg. 2Q17 x 1Q17	Chg. 2Q17 x 2Q16	Chg. 1S17 x 1S16
RAC								
Fleet	**353.6**	**390.9**	**561.7**	**540.9**	**952.6**	**43.7%**	**58.8%**	**76.1%**
Renewal	223.1	364.1	354.9	410.3	719.0	-2.5%	59.1%	75.2%
Expansion	130.6	26.8	206.7	130.6	233.6	671.0%	58.4%	78.9%
Stores	**6.8**	**0.9**	**0.7**	**10.9**	**1.6**	**-29.1%**	**-90.1%**	**-85.2%**
New	2.1	0.1	0.0	4.9	0.1	-69.4%	-99.0%	-98.2%
Previously existent	4.6	0.9	0.6	6.0	1.5	-26.0%	-86.0%	-74.7%
Other	**2.5**	**1.2**	**3.9**	**4.5**	**5.2**	**215.5%**	**57.9%**	**14.9%**
TOTAL	**362.9**	**393.1**	**566.3**	**556.2**	**959.3**	**44.1%**	**56.1%**	**72.5%**
GTF	-	-	-	-	-	0.0%	0.0%	0.0%
Fleet	**52.1**	**42.3**	**43.7**	**136.6**	**86.0**	**3.1%**	**-16.2%**	**-37.0%**
Renewal	16.7	4.1	7.2	56.4	11.4	75.5%	-56.7%	-79.9%
Expansion	35.4	38.2	36.4	80.2	74.7	-4.7%	3.0%	-6.9%
Other	**0.2**	**0.2**	**0.3**	**0.2**	**0.5**	**38.1%**	**65.0%**	**184.5%**
TOTAL	**52.3**	**42.5**	**44.0**	**136.8**	**86.5**	**3.3%**	**-15.9%**	**-36.8%**
TOTAL GROSS	**415.1**	**435.6**	**610.2**	**693.0**	**1,045.8**	**40.1%**	**47.0%**	**50.9%**
Net Revenue from the Sale of Assets	282.7	369.9	350.2	496.5	720.1	-5.3%	23.9%	45.0%
TOTAL NET	**132.5**	**65.7**	**260.0**	**196.5**	**325.7**	**295.6%**	**96.3%**	**65.7%**

Expansion CAPEX increased in the quarter *versus* 1Q17 as the Company prepared for the second-half demand, which seasonally demands fewer investments in the fleet. In addition, the higher net revenue from car sales expected for the coming quarters will contribute to reduce total net CAPEX.

The average car acquisition price fell by 9.7%, in line with the Company's strategy to optimize CAPEX, diversifying the fleet acquired in a way linked to demand.

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7. Free Cash Flow

Free Cash Flow before Growth (R$ million)	2014	2015	2016	2Q16 LTM	2Q17 LTM	Chg. 2Q17 LTM x 2Q16 LTM	Chg. 2Q17 LTM x 2Q16 LTM (R$)
EBITDA	**151**	**244**	**269**	**271.7**	**288.3**	**6.1%**	**16.6**
Non-cash Cost[1]	126	563	977	811.0	1,188.9	46.6%	377.8
Taxes + Working Capital[2]	220	121	417	327.4	427.4	30.6%	100.1
Operating Cash Flow	**496**	**928**	**1,663**	**1,410.1**	**1,904.6**	**35.1%**	**494.5**
Renewal Capex	(128)	(484)	(906)	(791.1)	(1,166.1)	47.4%	(375.1)
Cash Generated before Growth	**369**	**444**	**757**	**619.1**	**738.5**	**19.3%**	**119.4**
Expansion Capex	(660)	(918)	(834)	(713.4)	(926.7)	29.9%	(213.3)
Free Cash Flow to Firm	**(292)**	**(474)**	**(77)**	**(94.3)**	**(188.2)**	**99.5%**	**(93.9)**

[1] Regarding the cost of cars sold, used to provide services

[2] Sum of the variations in the following Balance Sheet accounts: accounts receivable, recoverable taxes, deposits in court, other credits, prepaid expenses, suppliers, related parties, labor and tax liabilities, accounts payable and advances from customers, paid litigation and administrative demands and income tax and social contribution.

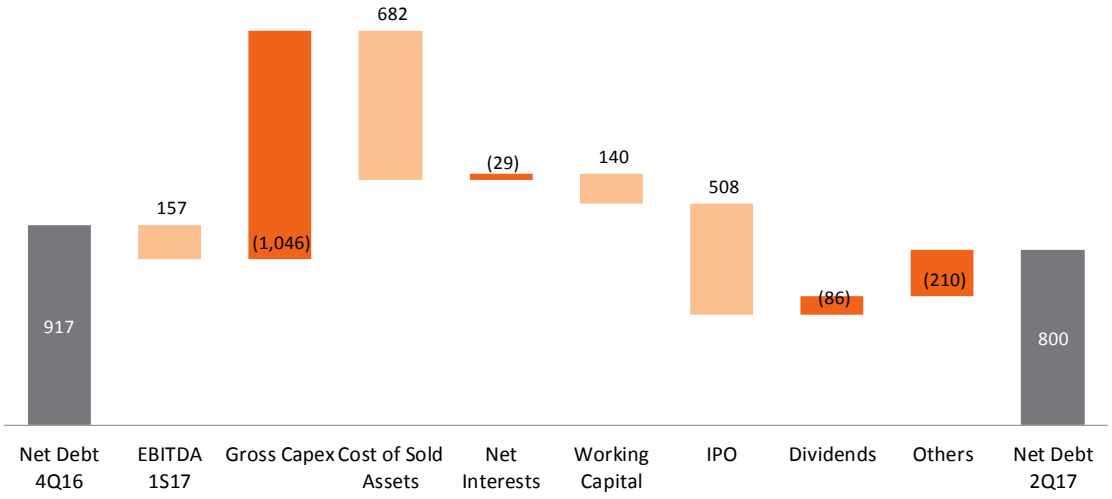
Cash generated before growth, which already includes investments in renewal, is the best proxy for cash generation of the business, came to R$738.5 million in LTM 2Q17, a R$119.4 million increase over LTM 2Q16, showing the Company's deleveraging capacity in maturity.



8. Indebtedness

EVOLUTION OF NET DEBT 4Q16 vs. 2Q17

(R$ million)



Debt Amortization Schedule (R$ million)	Loans and Financing	Debentures	Confirming Payables	Leasing Payable	Cash	TOTAL
2017	14	8	554	60	(586)	50
2018	156	300		27		483
2019	52			3		55
2020	208			4		211
2021 forward	1			-		1
Total Net Debt	**430**	**308**	**554**	**94**	**(586)**	**800**

Debt Ratios	2Q16	3Q16	4Q16	1Q17	2Q17
Net Debt / Net Fixed Assets	0.5x	0.5x	0.4x	0.3x	0.3x
Net Debt / EBITDA	2.9x	3.5x	3.4x	2.3x	2.8x
Net Debt / Equity	1.0x	1.3x	1.3x	0.5x	0.6x
EBITDA / Net Interest	2.1x	2.1x	1.8x	2.7x	2.4x

As a result of the process of liability management, the Company contracted a promissory note of R$150 million in June and, on July 27th, announced the closing of the 1st Debenture Issue of Movida Participações S.A., initiatives that will positively impact the financial result in the coming quarters. Besides that, the company also took initiatives that will positively impact the financial results of the coming quarters such as a loan contract with Banco do Nordeste of up to R$ 256 million, a FINEP operation of R$ 27 million and approval of several new credit lines in different institutions.

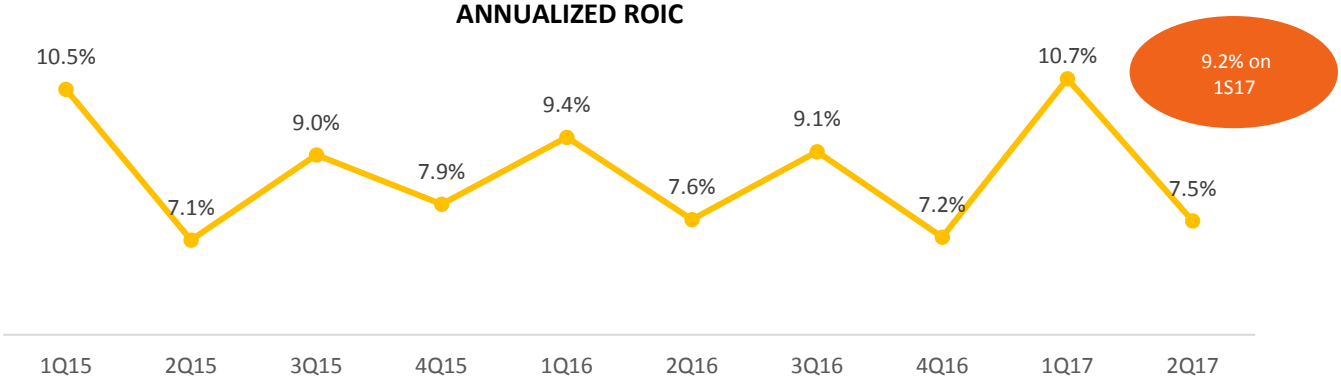


9. ROIC

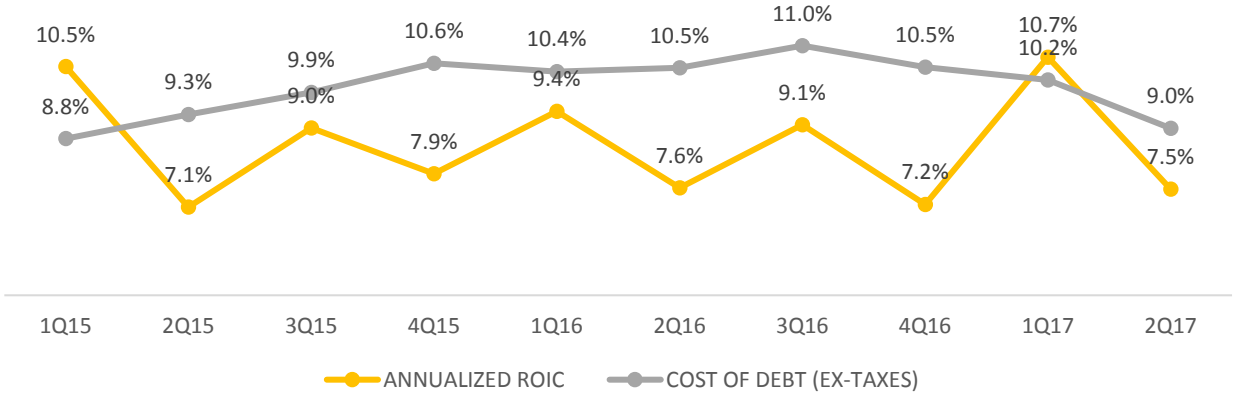
Annualized ROIC totaled 9.2% in 1S17, close to the cost of debt of the semester (post-taxes) which was 9.4% in the same period.

This indicator is expected to improve in the coming quarters due to the Company's operational optimization and the maturity of the processes in progress, bringing more stability to the results.

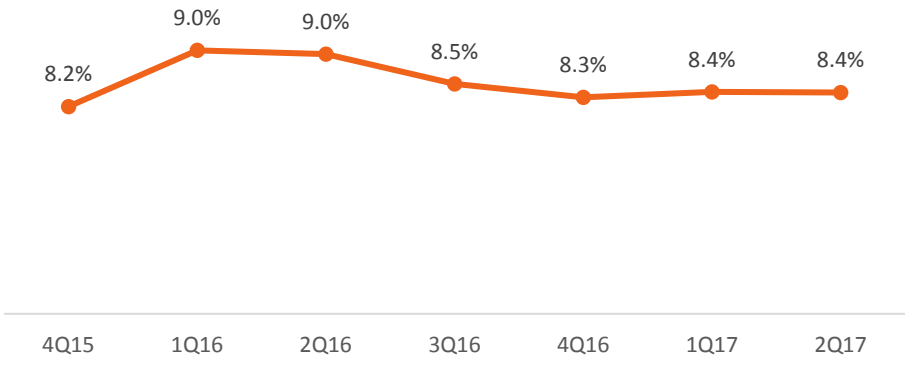
ANNUALIZED ROIC



ANNUALIZED ROIC vs. COST OF DEBT



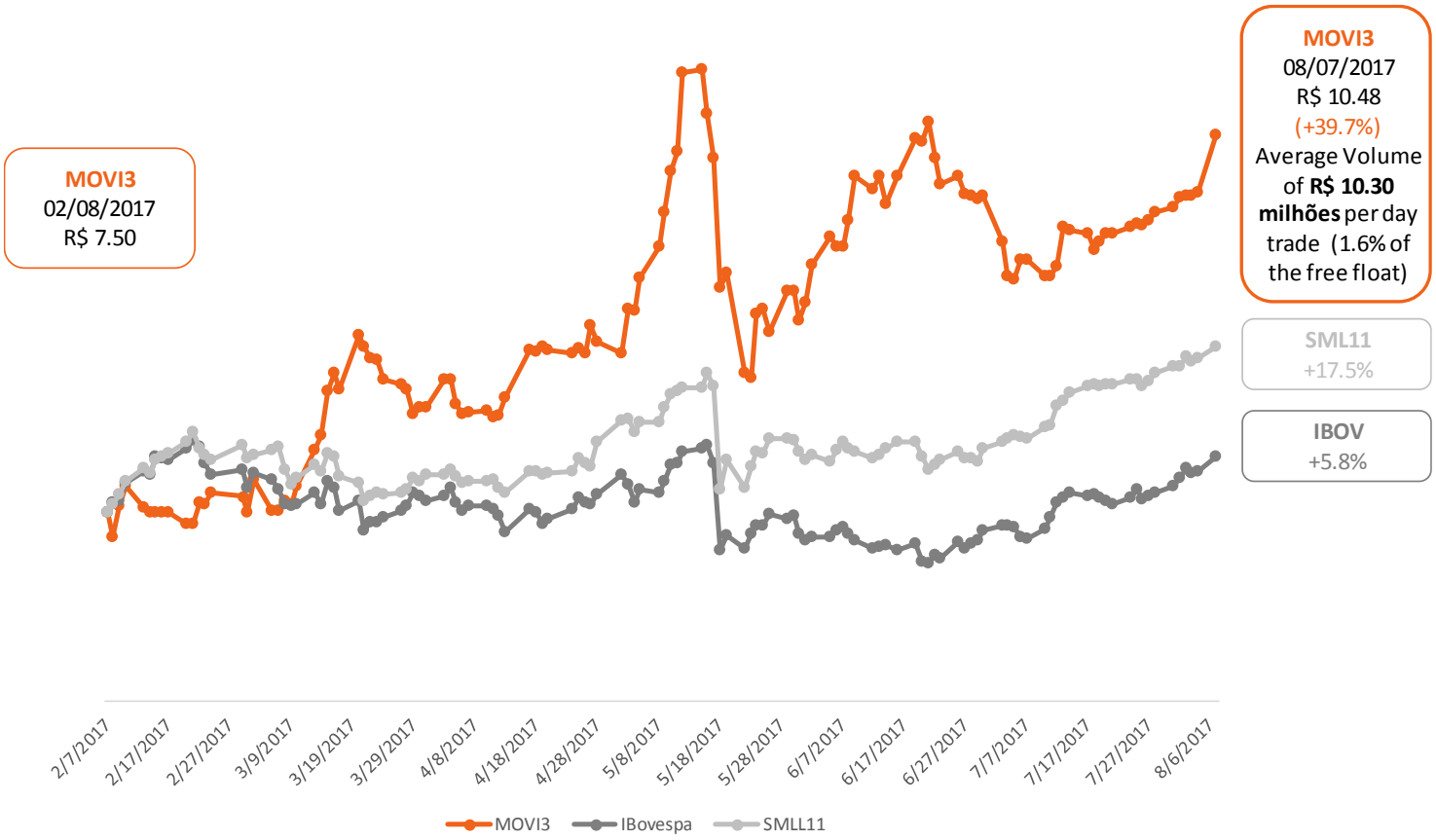
ROIC (LTM)





10. Capital Markets

Movida Participações S.A. began trading its shares on BM&FBovespa on February 8, 2017 under the ticker MOVI3 in the Novo Mercado segment. The average daily traded volume of MOVI3 between February 8, 2017 and August 7, 2017 was R$10.30 million.



11.Conference Calls

Conference Calls and Webcasts (with simultaneous translation)
Wednesday, August 9, 2017
9:30 a.m. (SP)
8:30 a.m. (NY)

Dial In
+55 (11) 3127-4971
+55 (11) 3728-5971
Access Code: Movida

Click here to access the Webcast



12.Exhibits

Income Statement

Income Statement - Proforma (R$ million)	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16	1Q17	2Q17	2014	2015	2016	2Q17 LTM
RAC														
Gross Revenue	**87.8**	**94.7**	**121.3**	**139.3**	**165.0**	**155.6**	**176.7**	**188.1**	**216.9**	**211.4**	**168.4**	**443.1**	**685.5**	**793.1**
Deductions	(10.0)	(10.3)	(12.9)	(14.7)	(18.7)	(17.3)	(17.8)	(18.4)	(18.5)	(19.2)	(10.8)	(47.8)	(72.1)	(73.9)
Net Revenue	**77.8**	**84.4**	**108.5**	**124.6**	**146.3**	**138.4**	**158.9**	**169.8**	**198.4**	**192.2**	**157.6**	**395.3**	**613.4**	**719.2**
Cost	(35.3)	(48.3)	(61.2)	(71.9)	(72.5)	(75.1)	(71.0)	(84.1)	(80.4)	(91.7)	(93.9)	(216.7)	(302.7)	(327.2)
Ex-depreciation cost	(29.2)	(39.3)	(49.0)	(58.2)	(63.9)	(66.4)	(63.3)	(75.9)	(71.2)	(82.1)	(77.0)	(175.8)	(269.5)	(292.5)
Depreciation	**(6.1)**	**(9.0)**	**(12.2)**	**(13.7)**	**(8.6)**	**(8.7)**	**(7.8)**	**(8.2)**	**(9.1)**	**(9.6)**	**(16.9)**	**(40.9)**	**(33.3)**	**(34.7)**
Fleet Depreciation	(5.4)	(8.0)	(11.3)	(12.7)	(8.2)	(8.4)	(7.5)	(7.9)	(8.8)	(9.4)	(16.0)	(37.4)	(32.0)	(33.5)
Other Depreciation	(0.7)	(0.9)	(0.9)	(0.9)	(0.4)	(0.3)	(0.3)	(0.3)	(0.3)	(0.2)	(0.9)	(3.5)	(1.3)	(1.1)
Gross Profit	**42.5**	**36.2**	**47.2**	**52.7**	**73.8**	**63.3**	**87.9**	**85.6**	**118.0**	**100.5**	**63.6**	**178.6**	**310.6**	**392.0**
Selling, general and administrative expenses	(12.7)	(17.6)	(21.8)	(21.7)	(27.3)	(30.1)	(35.3)	(41.0)	(59.4)	(59.0)	(32.7)	(73.8)	(133.7)	(194.7)
EBITDA	**35.9**	**27.5**	**37.6**	**44.7**	**55.1**	**41.9**	**60.4**	**52.8**	**67.8**	**51.0**	**47.9**	**145.7**	**210.2**	**232.0**
EBITDA Margin	*46.1%*	*32.6%*	*34.6%*	*35.9%*	*37.7%*	*30.3%*	*38.0%*	*31.1%*	*34.2%*	*26.6%*	*30.4%*	*36.9%*	*34.3%*	*32.3%*
EBIT	**29.8**	**18.6**	**25.4**	**31.0**	**46.5**	**33.1**	**52.6**	**44.6**	**58.6**	**41.5**	**31.0**	**104.8**	**176.9**	**197.3**
EBIT Margin	*38.3%*	*22.0%*	*23.4%*	*24.9%*	*31.8%*	*24.0%*	*33.1%*	*26.3%*	*29.5%*	*21.6%*	*19.6%*	*26.5%*	*28.8%*	*27.4%*
Fleet Management (GTF)													-	
Gross Revenue	**50.5**	**52.0**	**53.0**	**53.5**	**51.9**	**50.9**	**51.0**	**52.4**	**54.3**	**55.9**	**163.7**	**209.0**	**206.1**	**213.6**
Deductions	(6.8)	(5.9)	(6.6)	(6.4)	(6.0)	(6.1)	(6.6)	(6.4)	(7.0)	(7.2)	0.3	(25.7)	(25.2)	(27.3)
Net Revenue	**43.7**	**46.1**	**46.4**	**47.1**	**45.9**	**44.8**	**44.3**	**46.0**	**47.3**	**48.6**	**164.0**	**183.3**	**180.9**	**186.3**
Cost	(25.1)	(25.8)	(24.6)	(25.5)	(20.3)	(17.8)	(23.1)	(23.9)	(16.8)	(16.2)	(110.3)	(101.0)	(85.1)	(80.0)
Ex-depreciation cost	(10.7)	(12.6)	(12.9)	(13.6)	(7.9)	(5.4)	(14.0)	(15.4)	(9.6)	(9.0)	(51.9)	(49.8)	(42.8)	(48.1)
Depreciation	**(14.4)**	**(13.3)**	**(11.6)**	**(12.0)**	**(12.4)**	**(12.3)**	**(9.1)**	**(8.5)**	**(7.2)**	**(7.1)**	**(58.4)**	**(51.3)**	**(42.3)**	**(31.9)**
Fleet Depreciation	(14.3)	(13.2)	(11.6)	(11.8)	(12.3)	(12.3)	(9.0)	(8.3)	(7.0)	(6.9)	(58.3)	(50.9)	(41.8)	(31.1)
Other Depreciation	(0.1)	(0.1)	(0.1)	(0.1)	(0.1)	(0.1)	(0.1)	(0.2)	(0.2)	(0.3)	(0.1)	(0.4)	(0.5)	(0.8)
Gross Profit	**18.6**	**20.3**	**21.8**	**21.6**	**25.6**	**27.0**	**21.2**	**22.1**	**30.5**	**32.5**	**53.7**	**82.3**	**95.9**	**106.3**
Selling, general and administrative expenses	(9.0)	(6.5)	(5.6)	(8.3)	(8.8)	(11.3)	(8.5)	(10.5)	(9.9)	(2.5)	(18.0)	(29.4)	(39.0)	(31.3)
EBITDA	**24.1**	**27.0**	**27.8**	**25.2**	**29.2**	**28.0**	**21.9**	**20.1**	**27.8**	**37.1**	**94.1**	**104.1**	**99.1**	**106.8**
EBITDA Margin	*55.1%*	*58.6%*	*60.0%*	*53.5%*	*63.6%*	*62.6%*	*49.3%*	*43.6%*	*58.8%*	*76.3%*	*57.4%*	*56.8%*	*54.8%*	*57.4%*
EBIT	**9.7**	**13.8**	**16.2**	**13.3**	**16.8**	**15.7**	**12.8**	**11.6**	**20.6**	**30.0**	**35.7**	**52.8**	**56.8**	**74.9**
EBIT Margin	*22.1%*	*29.8%*	*34.8%*	*28.2%*	*36.6%*	*35.1%*	*28.8%*	*25.2%*	*43.5%*	*61.7%*	*21.8%*	*28.8%*	*31.4%*	*40.2%*
Used Cars Sales (Seminovos)														
Gross Revenue	**81.0**	**147.0**	**169.1**	**192.0**	**213.8**	**282.7**	**280.0**	**262.3**	**369.9**	**350.2**	128.1	589.1	1,038.8	1,262.4
Deductions	-	-	-	-	(0.4)	(1.1)	(0.5)	(0.8)	(0.4)	(0.5)	-	-	(2.8)	(2.3)
Net Revenue	**81.0**	**147.0**	**169.1**	**192.0**	**213.4**	**281.6**	**279.5**	**261.6**	**369.4**	**349.7**	128.1	589.1	1,036.0	1,260.2
Cost	(78.9)	(146.0)	(162.8)	(181.4)	(202.8)	(264.1)	(261.8)	(244.8)	(349.5)	(332.7)	(119.4)	(569.1)	(973.5)	(1,188.9)
Gross Profit	**2.1**	**1.0**	**6.3**	**10.6**	**10.6**	**17.5**	**17.6**	**16.7**	**19.9**	**17.0**	**8.8**	**20.0**	**62.5**	**71.3**
Selling, general and administrative expenses	(3.2)	(4.7)	(5.3)	(12.5)	(21.4)	(24.2)	(29.5)	(29.9)	(31.4)	(35.2)	-	(25.7)	(105.0)	(126.0)
Depreciation	-	-	-	-	**(0.2)**	**(0.4)**	**(0.8)**	**(0.9)**	**(1.1)**	**(1.5)**	-	-	**(2.3)**	**(4.2)**
EBITDA	**(1.0)**	**(3.6)**	**0.9**	**(1.9)**	**(10.6)**	**(6.3)**	**(11.2)**	**(12.3)**	**(10.4)**	**(16.7)**	**8.8**	**(5.6)**	**(40.2)**	**(50.5)**
EBITDA Margin	*-1.3%*	*-2.5%*	*0.5%*	*-1.0%*	*-5.0%*	*-2.2%*	*-4.0%*	*-4.7%*	*-2.8%*	*-4.8%*	*6.8%*	*-1.0%*	*-3.9%*	*-4.0%*
EBIT	**(1.0)**	**(3.6)**	**0.9**	**(1.9)**	**(10.8)**	**(6.6)**	**(11.9)**	**(13.2)**	**(11.5)**	**(18.2)**	**8.8**	**(5.6)**	**(42.5)**	**(54.8)**
EBIT Margin	*-1.3%*	*-2.5%*	*0.5%*	*-1.0%*	*-5.0%*	*-2.4%*	*-4.3%*	*-5.0%*	*-3.1%*	*-5.2%*	*6.8%*	*-1.0%*	*-4.1%*	*-4.3%*
Consolidated													-	-
Gross Revenue	**219.3**	**293.7**	**343.4**	**384.8**	**430.7**	**489.2**	**507.7**	**502.8**	**641.1**	**617.5**	**460.2**	**1,241.2**	**1,930.4**	**2,269.1**
Deductions	(16.7)	(16.2)	(19.5)	(21.1)	(25.1)	(24.5)	(25.0)	(25.5)	(26.0)	(27.0)	(10.5)	(73.5)	(100.1)	(103.5)
Net Revenue	**202.6**	**277.5**	**323.9**	**363.7**	**405.5**	**464.7**	**482.7**	**477.3**	**615.1**	**590.5**	**449.8**	**1,167.7**	**1,830.3**	**2,165.6**
Net revenue from services	121.6	130.5	154.8	171.7	192.2	183.1	203.3	215.7	245.7	240.8	321.6	578.6	794.3	905.5
Cost	(139.3)	(220.1)	(248.6)	(278.9)	(295.6)	(356.9)	(356.0)	(352.8)	(446.7)	(440.6)	(323.7)	(886.8)	(1,361.3)	(1,596.1)
Ex-depreciation cost	(118.8)	(197.9)	(224.8)	(253.2)	(274.4)	(335.4)	(338.4)	(335.3)	(429.3)	(422.3)	(248.3)	(794.6)	(1,283.4)	(1,525.2)
Depreciation	(20.5)	(22.2)	(23.8)	(25.6)	(21.2)	(21.5)	(17.6)	(17.6)	(17.5)	(18.2)	(75.4)	(92.2)	(77.8)	(70.8)
Fleet Depreciation	(19.7)	(21.2)	(22.8)	(24.6)	(20.5)	(20.7)	(16.4)	(16.2)	(15.8)	(16.2)	(74.3)	(88.3)	(73.8)	(64.7)
Other Depreciation	(0.8)	(1.0)	(1.0)	(1.1)	(0.7)	(0.8)	(1.1)	(1.4)	(1.6)	(2.0)	(1.0)	(3.8)	(4.0)	(6.1)
Gross Profit	**63.3**	**57.5**	**75.3**	**84.8**	**110.0**	**107.8**	**126.8**	**124.4**	**168.4**	**149.9**	**126.1**	**280.9**	**469.0**	**569.6**
Selling, general and administrative expenses	(24.9)	(28.7)	(32.8)	(42.5)	(57.4)	(65.6)	(73.3)	(81.4)	(100.7)	(96.7)	(50.7)	(128.9)	(277.7)	(352.1)
EBITDA	**59.0**	**50.9**	**66.3**	**68.0**	**73.8**	**63.7**	**71.1**	**60.6**	**85.1**	**71.5**	**150.8**	**244.2**	**269.1**	**288.3**
EBITDA Margin[1]	*48.5%*	*39.0%*	*42.8%*	*39.6%*	*38.4%*	*34.8%*	*35.0%*	*28.1%*	*34.7%*	*29.7%*	*46.9%*	*42.2%*	*33.9%*	*31.8%*
EBIT	**38.5**	**28.7**	**42.5**	**42.4**	**52.5**	**42.2**	**53.5**	**43.0**	**67.7**	**53.3**	**75.4**	**152.0**	**191.3**	**217.5**
EBIT Margin[1]	*31.6%*	*22.0%*	*27.4%*	*24.7%*	*27.3%*	*23.0%*	*26.3%*	*20.0%*	*27.5%*	*22.1%*	*23.4%*	*26.3%*	*24.1%*	*24.0%*
Financial Result	**(10.1)**	**(13.7)**	**(26.1)**	**(29.6)**	**(32.3)**	**(33.3)**	**(34.9)**	**(41.4)**	**(36.4)**	**(35.7)**	**(31.4)**	**(79.5)**	**(141.9)**	**(148.4)**
Financial expenses	(12.7)	(16.4)	(34.1)	(44.6)	(45.5)	(45.0)	(39.9)	(62.0)	(46.1)	(48.0)	(34.4)	(107.8)	(192.4)	(196.0)
Financial income	2.6	2.7	8.0	15.0	13.3	11.7	4.9	20.5	9.8	12.3	3.0	28.3	50.4	47.6
EBT	**28.4**	**15.0**	**16.4**	**12.7**	**20.3**	**8.9**	**18.6**	**1.6**	**31.3**	**17.6**	**44.0**	**72.5**	**49.4**	**69.1**
EBT Margin[1]	*23.3%*	*11.5%*	*10.6%*	*7.4%*	*10.6%*	*4.9%*	*9.1%*	*0.7%*	*12.7%*	*7.3%*	*13.7%*	*12.5%*	*6.2%*	*7.6%*
Net Income	**18.7**	**9.6**	**10.2**	**15.3**	**13.2**	**5.6**	**12.2**	**1.1**	**20.6**	**11.1**	**32.5**	**53.7**	**32.2**	**45.1**
Net Margin	*15.3%*	*7.4%*	*6.6%*	*8.9%*	*6.9%*	*3.1%*	*6.0%*	*0.5%*	*8.4%*	*4.6%*	*7.2%*	*9.3%*	*4.0%*	*5.0%*
ROIC (LTM)				***8.2%***	***9.0%***	***9.0%***	***8.5%***	***8.3%***	***8.4%***	***8.4%***	-	***8.2%***	***8.3%***	***8.4%***
ROIC (ANNUALIZED)	***10.5%***	***7.1%***	***9.0%***	***7.9%***	***9.4%***	***7.6%***	***9.1%***	***7.2%***	***10.7%***	***7.5%***		-	-	-

[1] *Over Net Revenue from Services*

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Balance Sheet

Balance Sheet - Proforma (R$ million)	2014	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16	1Q17	2Q17
Assets											
Cash and cash equivalents	15.5	20.3	33.6	306.6	460.6	314.4	73.0	65.3	53.6	196.8	251.8
Securities	47.8	32.2	74.8	42.5	23.3	52.9	52.8	77.9	69.9	379.5	334.6
Accounts receivable	85.0	123.2	149.2	174.7	183.8	162.8	211.4	236.0	215.5	226.6	274.6
Taxes recoverable	5.2	4.8	5.1	4.5	12.6	17.0	16.3	16.8	12.9	8.9	23.0
Other receivables	2.2	26.3	23.1	13.2	3.1	10.0	15.7	11.5	12.7	18.2	29.4
Prepaid expenses	4.0	21.5	25.1	19.3	4.7	26.9	21.8	16.6	6.0	29.6	26.2
Related parties	15.6	-	-	-	4.4	16.6	16.3	12.2	3.6	7.9	4.6
Available-for-sale assets (fleet renewal)	37.1	55.0	44.4	67.9	89.6	140.9	173.7	201.2	191.1	194.8	211.9
											-
Total non-current assets	**212.5**	**283.3**	**355.3**	**628.6**	**782.1**	**741.6**	**581.0**	**637.4**	**565.3**	**1,062.3**	**1,156.1**
											-
Non-current assets											-
Assets held for distribution to shareholders	110.6	126.0	122.9	106.9	155.9	125.1	120.4	7.3	4.6	0.2	0.0
Taxes recoverable	0.1	0.6	0.6	-	-	-	-	-	-	-	-
Differed tax credits	-	-	-	-	-	1.1	-	-	0.2	0.2	0.2
Related parties	4.4	-	-	-	-	-	-	-	-	-	-
Judicial deposits	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.3	0.4	0.6
Other receivables	-	-	-	0.0	-	-	-	-	-	-	-
Derivative financial instruments	-	-	-	16.7	15.5	12.1	-	1.5	-	-	-
Accounts receivable										2.7	2.7
											-
Permanent											-
Investments	-	-	(0.0)	-	-	-	-	-	-	-	-
Property and equipment	1,016.2	1,002.6	1,318.6	1,574.6	1,652.2	1,678.3	1,766.3	1,901.1	2,202.9	2,230.8	2,432.8
Intangible assets	11.2	11.8	11.7	11.7	12.8	13.1	14.2	16.2	16.3	17.0	18.6
											-
Total non-current assets	**1,142.7**	**1,141.3**	**1,454.0**	**1,710.0**	**1,836.6**	**1,829.9**	**1,901.1**	**1,926.1**	**2,224.4**	**2,251.4**	**2,455.0**
											-
Total assets	**1,355.2**	**1,424.6**	**1,809.2**	**2,338.6**	**2,618.6**	**2,571.5**	**2,482.1**	**2,563.6**	**2,789.7**	**3,313.6**	**3,611.2**
											-
Liabilities and equity											-
Current liabilities											-
Borrowings and financing	5.3	24.2	50.9	56.0	38.2	33.2	35.4	36.8	11.6	12.3	13.6
Debentures	-	-	-	-	6.3	-	-	-	10.4	0.8	8.4
Confirming Operations – automakers	308.7	213.9	343.1	596.5	594.2	497.2	293.0	491.4	433.1	542.5	554.3
Trade payables	136.6	183.8	317.0	409.9	335.8	425.3	535.9	564.2	848.9	742.4	873.2
Labor obligations	6.8	9.2	13.0	16.2	14.2	17.0	19.9	25.1	21.2	24.6	28.4
Tax obligations	2.3	4.2	4.3	3.8	8.5	8.2	3.0	5.9	8.1	8.1	11.3
Dividends and interest on capital payable	1.1	-	-	-	15.9	28.8	47.8	48.3	86.0	-	-
Accounts payable and prepayments	11.9	17.7	12.8	14.0	32.3	29.8	10.6	10.0	15.9	3.3	3.8
Finance lease payable	58.0	54.9	49.8	68.5	76.8	76.1	74.8	62.5	56.1	56.4	60.4
Related parties	-	-	-	-	8.2	5.7	6.4	0.7	5.9	9.3	5.4
											-
Total current liabilities	**530.7**	**507.9**	**790.9**	**1,164.9**	**1,130.4**	**1,121.3**	**1,026.7**	**1,244.9**	**1,497.2**	**1,399.7**	**1,558.9**
											-
Non-current liabilities											-
Long term liabilities											-
Borrowings and financing	29.8	28.5	67.8	186.0	196.0	178.7	139.9	150.7	172.8	268.9	416.6
Debentures	-	-	-	-	297.3	296.9	308.9	297.7	298.9	297.7	299.6
Derivative financial instruments	-	-	-	0.0	-	-	3.4	-	-	-	-
Provision for judicial and administrative litigation	0.0	0.1	0.1	0.0	0.0	0.1	0.1	0.1	0.2	1.0	1.9
Liabilities held for distribution to shareholders	96.8	101.4	102.6	100.6	101.1	107.6	108.2	5.1	3.6	2.6	0.0
Accounts payable and prepayments	0.9	0.6	0.1	3.7	3.6	-	-	-	-	-	-
Finance lease payable	54.2	47.4	38.9	59.0	65.2	66.6	74.5	64.5	57.3	48.8	34.0
Deferred income and social contribution taxes	14.8	21.5	24.3	27.6	30.5	39.3	44.7	41.2	37.9	46.1	46.1
											-
Total non-current liabilities	**196.5**	**199.5**	**233.8**	**376.9**	**693.7**	**689.1**	**679.7**	**559.3**	**570.7**	**665.1**	**798.1**
											-
Equity:											-
Share capital	600.2	624.3	624.3	624.3	624.3	624.3	624.3	715.6	715.6	1,171.8	1,165.9
Profit reserve	3.6	29.0	41.8	54.1	51.8	18.4	30.2	43.7	6.1	77.1	88.2
Advance for future capital increase	24.0	64.0	118.4	118.4	118.4	118.4	121.3	-	-	-	-
											-
Total Equity	**627.9**	**717.2**	**784.4**	**796.7**	**794.5**	**761.1**	**775.8**	**759.3**	**721.8**	**1,248.9**	**1,254.2**
											-
Total liabilities and equity	**1,355.2**	**1,424.6**	**1,809.2**	**2,338.6**	**2,618.6**	**2,571.5**	**2,482.1**	**2,563.6**	**2,789.7**	**3,313.6**	**3,611.2**

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Operational Data

Operational Data	2014	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16	1Q17	2Q17
RAC											
Number of points of sales*	**82**	**102**	**122**	**146**	**156**	**163**	**166**	**179**	**183**	**182**	**183**
Fleet - End of the Period	19,208	19,595	28,376	34,282	37,126	36,536	38,559	42,262	49,135	49,849	56,765
Average Operational Fleet	**7,703**	**16,487**	**19,564**	**25,713**	**27,205**	**30,388**	**28,744**	**33,015**	**34,743**	**39,169**	**40,445**
Average Rented Fleet	5,016	10,717	12,448	15,613	17,637	19,555	21,164	25,048	25,912	28,916	30,041
Average Age of the Fleet (in months)	6.3	6.8	6.2	6.6	7.1	8.7	8.4	8.3	8.2	8.2	7.9
Number of Daily Rentals (thousand)	1,806	965	1,120	1,405	1,587	1,760	1,905	2,254	2,298	2,599	2,711
Occupancy Rate (%)	65.1%	65.0%	63.6%	60.7%	64.8%	64.4%	73.6%	75.9%	74.6%	73.8%	74.3%
Daily Rentals Average (R$)	93.2	91.0	84.5	86.3	87.7	93.7	81.7	78.4	81.9	83.5	78.0
Average monthly revenue per average operational fleet	**1,821.4**	**1,774.6**	**1,613.7**	**1,572.6**	**1,706.5**	**1,809.8**	**1,805.0**	**1,784.1**	**1,804.9**	**1,845.9**	**1,742.2**
Annualized quarterly depreciation per average operational fleet	**(2,080.3)**	**(1,307.8)**	**(1,645.1)**	**(1,750.9)**	**(1,874.4)**	**(1,079.4)**	**(1,171.1)**	**(903.7)**	**(910.4)**	**(899.7)**	**(926.9)**
Fleet Management (GTF)											
Fleet - End of the Period	17,667	16,579	15,448	16,145	15,597	16,931	16,257	15,384	15,088	14,226	14,078
Average Operational Fleet	**15,889**	**15,830**	**15,116**	**15,449**	**15,498**	**14,941**	**14,316**	**14,184**	**13,733**	**13,229**	**13,514**
Average Age of the Fleet (in months)	21.2	16.4	16.8	18.4	19.6	19.6	20.8	20.5	20.7	21.4	21.6
Number of Daily Rentals (thousand)	5,744.6	1,424.7	1,375.5	1,421.3	1,425.8	1,359.6	1,302.8	1,304.9	1,263.4	1,186.9	1,229.8
Average Quarterly Ticket (R$)	2,576.0	3,189.7	3,441.4	3,430.1	3,454.4	3,472.0	3,552.7	3,594.5	3,814.4	4,107.9	4,134.0
Average Monthly Ticket (R$)	**858.7**	**1,063.2**	**1,147.1**	**1,143.4**	**1,151.5**	**1,157.3**	**1,184.2**	**1,198.2**	**1,271.5**	**1,369.3**	**1,378.0**
Annualized quarterly depreciation per average operational fleet	**(3,670.0)**	**(3,624.0)**	**(3,482.9)**	**(2,993.3)**	**(3,052.8)**	**(3,303.3)**	**(3,426.0)**	**(2,533.1)**	**(2,406.7)**	**(2,128.2)**	**(2,031.8)**
Used Cars Sale (Seminovos)											
Number of stores	**-**	**7**	**8**	**13**	**23**	**34**	**43**	**54**	**59**	**59**	**60**
Number of Cars Sold**	**5,977**	**3,349**	**5,435**	**5,747**	**6,384**	**6,706**	**8,967**	**8,771**	**7,710**	**10,538**	**9,471**
RAC	1,663	1,162	3,478	4,354	4,870	5,653	6,714	6,317	6,054	8,758	8,347
GTF	4,314	2,187	1,957	1,393	1,514	1,053	2,253	2,454	1,656	1,780	1,124
Average Price of Sold Cars (R$)	**21,438**	**24,200**	**27,048**	**29,424**	**30,072**	**31,882**	**31,525**	**31,922**	**34,023**	**35,099**	**36,980**
RAC	25,700	29,158	29,888	32,103	32,954	33,877	35,373	35,871	36,843	37,313	38,332
GTF	19,795	21,565	22,002	21,048	20,802	21,171	20,059	21,757	23,716	24,204	26,935
Average Age of Sold Cars (months)	**20.6**	**20.8**	**18.0**	**16.1**	**15.3**	**14.2**	**17.0**	**20.5**	**18.2**	**18.5**	**16.9**
RAC	18.3	12.3	12.5	12.6	11.5	11.9	13.9	14.9	14.9	15.3	14.5
GTF	21.5	25.3	27.6	27.2	27.4	26.6	26.3	34.7	30.4	34.7	34.5
Average Number of Cars Sold on Stores per Month	**-**	**-**	**11**	**29**	**17**	**27**	**35**	**22**	**28**	**34**	**32**

**Includes two franchises until 1Q17*
***Excludes stolen fleet*

CAPEX

CAPEX (R$ million)	2014	1Q15	2Q15	3Q15	4Q15	1Q16	2Q16	3Q16	4Q16	1Q17	2Q17
RAC											
Fleet	**554.7**	**82.7**	**423.6**	**376.7**	**299.1**	**187.3**	**353.6**	**382.7**	**501.7**	**390.9**	**561.7**
Renewal	49.0	36.1	105.2	138.2	160.0	187.3	223.1	197.2	198.5	364.1	354.9
Expansion	505.7	46.6	318.4	238.5	139.1	-	130.6	185.5	303.2	26.8	206.7
Stores	**13.2**	**4.5**	**5.3**	**8.6**	**10.1**	**4.1**	**6.8**	**8.7**	**2.9**	**0.9**	**0.7**
New	10.2	1.9	1.5	4.6	8.4	2.7	2.1	4.2	0.9	0.1	0.0
Old	3.0	2.6	3.9	4.0	1.7	1.4	4.6	4.5	2.0	0.9	0.6
Others	**-**	**2.5**	**1.9**	**1.2**	**2.5**	**2.0**	**2.5**	**3.6**	**1.3**	**1.2**	**3.9**
TOTAL	**567.9**	**89.6**	**430.9**	**386.6**	**311.7**	**193.4**	**362.9**	**395.0**	**505.9**	**393.1**	**566.3**
Fleet Management (GTF)											-
Fleet	**220.4**	**27.7**	**42.5**	**71.1**	**42.0**	**84.5**	**52.1**	**82.4**	**63.5**	**42.3**	**43.7**
Renewal	75.8	10.4	7.9	2.4	3.6	39.7	16.7	7.6	13.7	4.1	7.2
Expansion	144.6	17.3	34.6	68.7	38.4	44.8	35.4	74.8	49.8	38.2	36.4
Others	**0.0**	**0.0**	**0.0**	**-**	**-**	**-**	**0.2**	**-**	**0.1**	**0.2**	**0.3**
TOTAL	**220.5**	**27.7**	**42.5**	**71.1**	**42.0**	**84.5**	**52.3**	**82.4**	**63.7**	**42.5**	**44.0**
TOTAL CAPEX (RAC+GTF)	**788.3**	**117.3**	**473.4**	**457.7**	**353.7**	**277.9**	**415.1**	**477.4**	**569.6**	**435.6**	**610.2**
TOTAL NET CAPEX (RAC+GTF)	**660.2**	**36.3**	**326.4**	**288.6**	**161.8**	**64.1**	**132.5**	**197.5**	**307.2**	**65.7**	**260.0**
Number of Cars Bought	**21,940**	**2,916**	**13,093**	**12,442**	**8,893**	**7,420**	**10,449**	**12,910**	**14,335**	**11,395**	**17,263**
RAC	17,246	2,206	11,840	10,122	7,959	5,073	9,185	10,447	12,817	10,407	16,131
GTF	4,694	710	1,253	2,320	934	2,347	1,264	2,463	1,518	988	1,132
Average Price of Bought Cars (R$)	**35,330**	**37,853**	**35,601**	**35,996**	**38,358**	**36,625**	**38,829**	**36,029**	**39,426**	**38,017**	**35,067**
RAC	32,164	37,471	35,781	37,219	37,579	36,912	38,499	36,631	39,141	37,558	34,820
GTF	46,962	39,040	33,905	30,663	44,998	36,005	41,223	33,474	41,838	42,855	38,577

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Movida Participações S.A.
and its subsidiaries
Quarterly information (ITR) at
June 30, 2017
and report on review of quarterly information

(A free translation of the original report in Portuguese, as filed with the Brazilian Securities Commission (CVM), prepared in accordance with the Technical Pronouncement CPC 21 (R1) – Interim Financial Reporting and the international standard IAS 34 – Interim Financial Reporting, as issued by the International Accounting Standards Board – IASB)

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Report on Review of Quarterly Information

(A free translation of the original report in Portuguese, as filled with the Brazilian Securities Commission (CVM), prepared in accordance with the Technical Pronouncement CPC 21 (R1) – Interim Financial Reporting and the international standard IAS 34 – Interim Financial Reporting, as issued by the international Accounting Standards Board – IASB)

To the Board of Directors and Shareholders of
Movida Participações S.A.
São Paulo - SP

Introduction

We have reviewed the individual and consolidated interim financial information of Movida Participações S.A. ("the Company"), included in the Quarterly Information Form – ITR for the quarter ended June 30, 2017, comprising the balance sheet as at June 30, 2017 and the respective statements of income and comprehensive income for the three and six-months period then ended and changes in shareholder´s equity and cash flows for the six month period then ended, including the explanatory notes.

Management is responsible for the preparation of the individual and consolidated interim financial information in accordance with the Technical Pronouncement CPC 21 (R1) – Interim Financial Reporting and the international standard IAS 34 – Interim Financial Reporting, as issued by the International Accounting Standards Board – IASB, such as for the presentation of these information in accordance with the standards issued by the Brazilian Securities Commission – CVM, applicable to the preparation of Quarterly Information – ITR. Our responsibility is to express a conclusion on these interim financial information based on our review.

Review scope

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

Conclusion on the interim financial information
Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information included in the Quarterly Information – ITR referred to above has not been prepared, in all material respects, in accordance with CPC 21 (R1) and IAS 34 applicable to the preparation of Quarterly Information – ITR, and presented in accordance with the standards issued by the Brazilian Securities Commission – CVM.

Other matters

Statements of added value
Individual and consolidated statements of added value (DVA) for the six month period ended at June 30, 2017, prepared under responsibility of Company's management, and presented as supplementary information for IAS 34 purposes, were submitted to review procedures carried out together with the review of the Company's interim financial information. In order to form our conclusion, we evaluated whether these statements are reconciled with the interim financial information and accounting records, as applicable, and its form and content are in accordance with the criteria defined in CPC 09 Technical Pronouncement – Statement of Added Value. Based on our review, nothing has come to our attention that causes us to believe that those statements were not prepared, in all material respects, in accordance with the individual and consolidated interim financial information taken as a whole.

Balance sheet of prior year audited and corresponding interim financial information revised by other independent auditors
The audit of the individual and consolidated balance sheet as of December 31, 2016 was conducted under the responsibility of other independent auditors, who issued an unmodified auditor`s report dated March 22, 2017. The review of the individual and consolidated interim financial information for the period ended June 30, 2016, originally prepared before reclassifications described in note 2.6, was conducted under the responsibility of other independent auditors, who issued a review report without modifications dated August 8, 2016. As part of our review of the interim financial information for the quarter ended June 30, 2017, we have reviewed the reclassifications in the corresponding amounts of the interim financial information for the period ended June 30, 2016 and, based on our review, we are not aware of any fact that would lead us to believe that such reclassifications were not made in a correct and appropriate manner, in all material respects. We were not hired to audit, review or apply any other procedures regarding the information relating to the interim financial information for the quarter ended June 30, 2016 and, therefore, we do not express an opinion, conclusion or any form of assurance on them taken as whole.

São Paulo, August 8, 2017

KPMG Auditores Independentes
CRC 2SP014428/O-6

(Original report in Portuguese signed by)
Ulysses M. Duarte Magalhães
Accountant CRC RJ-092095/O-8

Movida Participações S.A. and subsidiaries

Balance sheets

At June 30, 2017 and December 31, 2016

In thousands of Brazilian reais

		Parent company		Consolidated	
Assets	**Notes**	**6/30/2017**	**12/31/2016**	**6/30/2017**	**12/31/2016**
Current					
Cash and cash equivalents	6	1,421	889	251,817	53,576
Marketable securities	7	-	-	334,638	69.935
Trade receivables	8	-	-	274,598	215,516
Taxes recoverable	9	1,503	1,405	23,034	12,891
Prepaid expenses	-	987	447	26,163	6,020
Assets available-for-sale (fleet renewal)	10	-	-	211,894	191,068
Related parties	27	26,775	38,052	4,595	3,624
Other credits	-	9	-	29,406	12,708
Total current assets		30,695	40,793	1,156,145	565,338
Non-current					
Long-term					
Judicial deposits	21	-	-	577	348
Discontinued operations	29	-	-	37	4,585
Deferred income tax and social contribution	22.1	230	230	230	230
Trade receivables	8	-	-	2,728	-
Total long-term assets		230	230	3,572	5,163
Investments	11	1,225,132	767,324	-	-
Property and equipment	12	-	-	2,432,822	2,202,890
Intangible assets	13	1,117	1,117	18,639	16,322
Total non-current assets		1,226,479	768,671	2,455,033	2,224,375
Total assets		1,257,174	809,464	3,611,178	2,789,713

		Parent company		Consolidated	
Liabilities and equity	**Notes**	**6/30/2017**	**12/31/2016**	**6/30/2017**	**12/31/2016**
Current					
Trade payables	14	-	-	873,248	848,919
Suppliers financing – car makers	15	-	-	554,301	433,100
Borrowings and financing	16	-	-	13,638	11,559
Debentures	17	-	-	8,373	10,418
Finance leases payable	18	-	-	60,433	56,080
Labor liabilities	19	172	-	28,426	21,221
Tax liabilities	20	119	2	6,261	5,182
Income tax and social contribution payable	-	-	1	4,995	2,948
Other payables	-	1,622	1,625	3,828	15,864
Related parties	27	1,093	107	5,364	5,945
Dividends payable	23.3	-	85,964	-	85,964
Total current liabilities		3,006	87,699	1,558,867	1,497,200
Non-current					
Discontinued operations	29	-	-	14	3,585
Borrowings and financing	16	-	-	416,598	172,845
Debentures	17	-	-	299,621	298,863
Finance leases payable	18	-	-	33,974	57,321
Provision for judicial and administrative litigation	21	-	-	1,855	194
Deferred income tax and social contribution	22.1	-	-	46,081	37,940
Total non-current liabilities		-	-	798,143	570,748
Equity					
Share capital	23.1	1,165,922	715,629	1,165,922	715,629
Capital reserves	23.2	50,000	-	50,000	-
Profit reserves		38,246	6,136	38,246	6,136
Total equity		1,254,168	721,765	1,254,168	721,765
Total liabilities and equity		1,257,174	809,464	3,611,178	2,789,713

Movida Participações S.A. and subsidiaries

Statements of income

Periods ended June 30, 2017 and 2016

In thousands of Brazilian reais, except earnings per share

		Parent company				Consolidated			
	Notes	4/1 to 6/30/2017	6/30/2017	4/1 to 6/30/2016	6/30/2016	4/1 to 6/30/2017	6/30/2017	4/1 to 6/30/2016	6/30/2016
Continuing operations								(Reclassified note 2.6)	
Net revenue from services rendered and sale of assets used in services rendered	24	-	-	-	-	590,504	1,205,615	465,320	870,853
(-) Cost of services rendered	26	-	-	-	-	(107,860)	(205,060)	(99,350)	(199,205)
(-) Cost of sales of assets used in services rendered	26	-	-	-	-	(332,698)	(682,208)	(264,063)	(466,827)
		-	**-**	**-**	**-**	**(440,558)**	**(887,268)**	**(363,413)**	**(666,032)**
(=) Gross profit		**-**	**-**	**-**	**-**	**149,946**	**318,347**	**101,907**	**204,821**
Administrative and selling expenses	26	(954)	(1,854)	(52)	(52)	(84,226)	(159,715)	(49,173)	(90,512)
Tax expenses	-	-	-	-	-	(100)	(657)	(31)	(51)
Other operating expenses, net	26	-	-	-	-	(12,345)	(37,016)	(10,513)	(19,519)
Equity in the results of investees	11	12,082	33,813	11,812	26,183	-	-	-	-
Profit before finance income and costs		**11,128**	**31,959**	**11,760**	**26,131**	**53,275**	**120,959**	**42,190**	**94,739**
Finance income	25	2	161	31	31	12,335	22,110	11,686	24,960
Finance costs	25	(7)	(10)	(5)	(5)	(48,004)	(94,139)	(44,961)	(90,507)
(=) Profit before income tax and social contribution		**11,123**	**32,110**	**11,786**	**26,157**	**17,606**	**48,930**	**8,915**	**29,192**
Income tax and social contribution	22.2	-	-	-	-	(6,474)	(17,167)	(3,276)	(10,344)
Profit for the period from continuing operations		**11,123**	**32,110**	**11,786**	**26,157**	**11,132**	**31,763**	**5,639**	**18,848**
Discontinued operations									
Profit (loss) for the period from discontinued operations	29	-	-	-	-	(9)	347	6,147	7,309
Profit for the period		**11,123**	**32,110**	**11,786**	**26,157**	**11,123**	**32,110**	**11,786**	**26,157**
(=) Basic earnings per share for the period	30						0.0673		0.0419
(=) Diluted earnings per share for the period	30						0.0673		0.0419

Movida Participações S.A. and subsidiaries

Statements of comprehensive income

Periods ended June 30, 2017 and 2016

In thousands of Brazilian reais

	Parent company				Consolidated			
Continuing operations	**4/1 to 6/30/2017**	**6/30/2017**	**4/1 to 6/30/2016**	**6/30/2016**	**4/1 to 6/30/2017**	**6/30/2017**	**4/1 to 6/30/2016**	**6/30/2016**
Profit for the period	11,123	32,110	11,786	26,157	11,123	32,110	11,786	26,157
Other comprehensive income	-	-	-	-	-	-	-	-
Total comprehensive income for the period	**11,123**	**32,110**	**11,786**	**26,157**	**11,123**	**32,110**	**11,786**	**26,157**

Movida Participações S.A. and subsidiaries

Statements of changes in equity

Periods ended June 30, 2017 and 2016

In thousands of Brazilian reais

	Notes	Share capital	Capital reserve	Profit reserves				Advance for future capital increase	Total equity
				Legal reserve	Investment reserve	Additional dividend proposed	Retained earnings		
At December 31, 2015		**624,250**	**-**	**3,591**	**483**	**47,773**	**-**	**118,392**	**794,489**
Profit for the period	-	-	-	-	-	-	26,157	-	26,157
Advance for future capital increase	-	-	-	-	-	-	-	2,912	2,912
Accrued dividends payable	-	-	-	-	-	(47,773)	-	-	(47,773)
At June 30, 2016		**624,250**	**-**	**3,591**	**483**	**-**	**26,157**	**121,304**	**775,785**
At December 31, 2016		**715,629**	**-**	**5,576**	**483**	**77**	**-**	**-**	**721,765**
Profit for the period	-	-	-	-	-	-	32,110	-	32,110
Capital increase	23.2	485,955	-	-	-	-	-	-	485,955
Capital reserve	23.2	-	50,000	-	-	-	-	-	50,000
Initial Public Offering (IPO) cost	23.1	(35,662)	-	-	-	-	-	-	(35,662)
At June 30, 2017		**1,165,922**	**50,000**	**5,576**	**483**	**77**	**32,110**	**-**	**1,254,168**

Movida Participações S.A. and subsidiaries
Statements of cash flows - indirect method
Periods ended June 30, 2017 and 2016
In thousands of Brazilian reais

	Parent company		Consolidated	
	6/30/2017	6/30/2016	6/30/2017	6/30/2016
Cash flows from operating activities				
Profit before income tax, including discontinued operations (i)	**32,110**	**26,157**	**49,456**	**40,266**
Depreciation / amortization	-	-	35,964	42,694
Cost of sale of assets used in services rendered	-	-	691,811	461,694
Cost of sale of damaged vehicles and write-off of stolen vehicles	-	-	74,023	-
Equity in the results of investees	(33,813)	(26,183)	-	-
Losses on fair value of derivative financial instruments	-	-	-	15,459
Provision for judicial and administrative litigation	-	-	1,661	82
Estimated losses on doubtful accounts (Note 8)	-	-	26,137	10,829
Untimely tax credits (Note 9)	-	-	(11,515)	-
Interest and monetary variations on borrowings and financing and finance leases	-	-	44,149	23,524
Adjustments to reconcile profit to cash provided by operating activities	**(33,813)**	**(26,183)**	**862,230**	**554,282**
Decrease (increase) in assets				
Marketable securities	-	-	(264,704)	(29,425)
Trade receivables	-	-	(87,946)	(100,397)
Taxes recoverable	(98)	-	(130)	(3,696)
Related parties	986	-	(4,018)	(9,936)
Judicial deposits	-	-	(229)	2
Prepaid expenses	(540)	-	(20,144)	(8,223)
Other credits	(6)	-	(16,697)	(16,819)
(Decrease) increase in liabilities				
Trade payables	-	-	24,329	(97,888)
Labor and tax liabilities	288	-	8,284	(1,408)
Accounts payable and advances	(2)	-	(12,035)	31,868
Changes in current and non-current assets and liabilities	**628**	**-**	**(373,290)**	**(235,922)**
Net cash (used in) generated by operating activities	**(1,075)**	**(26)**	**538,396**	**358,626**
Income tax and social contribution paid	-	-	(5,657)	(7,213)
Interest paid on borrowings and financing, finance leases and debentures	-	-	(37,513)	(27,485)
Acquisition of operational property and equipment	-	-	(916,140)	(615,514)
Net cash (used in) generated by operating activities	**(1,075)**	**(26)**	**(420,914)**	**(291,586)**
Cash flows from investing activities				
Dividends and interest on capital received	11,277	18,159	-	-
Advance for future capital increase	(424,000)	-	-	-
Acquisition of property and equipment	-	-	(4,698)	(14,235)
Intangible assets	-	-	(2,561)	(385)
Net cash (used in) generated by investing activities	**(412,723)**	**18,159**	**(7,259)**	**(14,620)**
Cash flows from financing activities				
Dividend paid	(85,964)	-	(85,964)	-
Capital increase from IPO, net of offering costs	500,293	-	500,293	-
Interest on capital paid	-	(16,501)	-	(16,501)
Increase in borrowings and financing	-	-	298,077	47,268
Payment of finance leases	-	-	(28,169)	-
Payment of borrowings and financing	-	-	(57,823)	(112,122)
Net cash generated by (used in) financing activities	**414,330**	**(16,501)**	**626,414**	**(81,355)**
Increase (decrease) in cash and cash equivalents	**532**	**1,632**	**198,241**	**(387,561)**
Cash and cash equivalents				
At the beginning of the year	889	4	53,576	460,579
At the end of the period	1,421	1,636	251,817	73,018
Net increase (decrease) in cash and cash equivalents	**532**	**1,632**	**198,241**	**(387,561)**
Main non-cash transactions				
Purchase of property and equipment though financing:				
Leasing for the acquisition of property and equipment	-	-	(3,258)	(62,614)
Suppliers financing - car makers	-	-	(121,201)	-
Consortium quotas	-	-	2,037	-
i) Profit before income tax and social contribution from discontinued operations (note 29)	-	-	(526)	(11,074)

Movida Participações S.A. and subsidiaries
Statements of value added
Periods ended June 30, 2017 and 2016
In thousands of Brazilian reais

	Parent company		Consolidated	
	6/30/2017	6/30/2016	6/30/2017	6/30/2016
				(Reclassified note 2.6)
Sales and services rendered (i)	-	-	1,258,607	919,853
Estimated losses on doubtful accounts	-	-	(26,137)	(15,512)
Other operating income	-	-	13,159	31
	-	**-**	**1,245,629**	**904,372**
Inputs acquired from third parties				
Cost of sales and services rendered	-	-	110,712	109,633
Materials, electricity, outsourced services and others	341	52	733,814	471,220
	341	**52**	**844,526**	**580,853**
Gross value added	**(341)**	**(52)**	**401,103**	**323,519**
Retentions				
Depreciation and amortization (Notes 12 and 13)	-	-	35,964	42,694
Net value added generated by the Company	**(341)**	**(52)**	**365,139**	**280,825**
Value added received in transfer				
Equity in the results of investees (Note 11)	33,813	26,183	-	-
Finance income	161	31	22,123	24,960
	33,974	**26,214**	**22,123**	**24,960**
Total value added to distribute	**33,633**	**26,162**	**387,262**	**305,785**
Distribution of value added				
Personnel and payroll charges	1,259	-	79,610	70,359
Federal taxes	256	-	82,646	69,626
State taxes	-	-	16,127	23,678
Municipal taxes	-	-	8,528	3,143
Interest and rentals	8	5	168,241	112,822
Retained profits for the period	32,110	26,157	32,110	26,157
	33,633	**26,162**	**387,262**	**305,785**

i) Include discontinued operations as disclosed in note 29.

1. ABOUT THE COMPANY

Movida Participações S.A. (the "Company" or "Parent company") is a publicly-traded corporation registered on the New Market of B3 S.A. - Brasil, Bolsa Balcão ("B3"), which is the highest level of corporate governance in the Brazilian capital market, under the trading code MOVI3, with its headquarters at rua Dr. Renato Paes de Barros, nº 1.017, in the city of São Paulo, controlled by JSL S.A., which holds 65.6% of its common shares.

The Company and its subsidiaries, together called "Movida" operate in the segment of light vehicles rental (rent a car) and light vehicle fleet management and outsourcing. As part of its business, Movida constantly renews its fleet, selling the vehicles at the end of their economic lives to replace them.

At June 30, 2017, Movida had 183 car rental stores and 60 used car stores (183 and 59 at December 31, 2016, respectively), in 102 cities in Brazil in streets and airports, of which 243 are company-owned stores, operating a fleet of 70,843 vehicles (64,223 at December 31, 2016).

On February 7, 2017, the Brazilian Securities Commission (CVM) granted the Company the Public Offer registry, and the Company's shares started being traded on the stock exchange on February 8, 2017. The initial public offering of shares with primary and secondary distributions involved the subscription of 71,460,674 registered common shares with no par value, corresponding to the primary distribution, and 6,741,573 common shares related to the secondary distribution by the controlling company. The total amount contributed to the capital and reserve was R$ 500,293, net of the costs incurred by the offering.

Financial situation and Management's plans

Due to the Company's business cycle, which comprises the purchase, rental and sale of assets on average 12 to 15 months after their use and the wide expansion of stores and number of fleet vehicles in the last 3 years, financed with short and medium-term credit lines, Movida reported a net negative working capital in consolidated of R$931,862 at December 31, 2016, decreasing to R$402,722 at June 30, 2017. Management has been implementing its plan to extend Movida's indebtedness, which had a capital contribution net of Initial Public Offering (IPO) costs of R$500,293 due to the Initial Public Offering, R$250,000 in new borrowings in March and June 2017, and the new issue of debentures with an estimated funding of R$400,000 in July 2017, as disclosed in note 32, in subsequent events.

Based on its projections of results and future cash flows, the Movida's Management expects to continue generating operating profits and liquidity, which will be sufficient to reverse the current situation of negative net working capital in 2017.

Furthermore, Movida has assets in the amount of R$2,368,960, which could be sold in quick way in case of additional liquidity requirement. Therefore, Management understands that there is no going concern risk.

2. BASIS OF PREPARATION AND PRESENTATION OF THE INDIVIDUAL AND CONSOLIDATED INTERIM FINANCIAL INFORMATION

Statement of compliance (with regard to IFRS and CPC standards)

The interim financial information was prepared in accordance with CVM Resolution No. 673/11, CPC 21 (R1) - Interim Financial Reporting and International Accounting Standard (IAS) 34 - Interim Financial Reporting issued by the International Accounting Standards Board (IASB), and presented in accordance with the standards issued by the Brazilian Securities Commission (CVM), applicable to the preparation of the Quarterly Information (ITR), identified as "Parent company" and "Consolidated", respectively.

The interim financial statements, in this case, interim financial information, have the purpose of providing an update based on the last annual full financial statements. Therefore, they are focused on new activities, events and circumstances and do not duplicate information previously disclosed, except when Management considers important the maintenance of certain information.

The individual and consolidated interim financial information was prepared based on accounting policies and estimate calculation methods adopted in the preparation of the individual and consolidated annual financial statements for the year ended December 31, 2016.

There were no changes in relation to these policies and estimate calculation methods and, as permitted by CVM Resolution No. 673/11, which address interim financial reporting, Management elected not to disclose again in detail the accounting policies adopted by the Company. Accordingly, this individual and consolidated interim financial information should be read in conjunction with the individual and consolidated annual financial statements for the year ended December 31, 2016 so that the readers can improve their understanding about the Company's financial situation and liquidity, and its capacity to generate profits and cash flows.

In compliance with the Brazilian Securities Commission (CVM) Circular Letter nº 03, of April 28, 2011, presented below are the notes that were included in the most recent individual and consolidated annual financial statements (year ended December 31, 2016, disclosed on March 22, 2017) and are not being fully included in this individual and consolidated interim financial information due to the lack of significant changes this quarter.

Notes not included in the individual and consolidated interim financial information	Location of the full note in the individual and consolidated annual financial statements for the year ended December 31, 2016
Changes to disclosed accounting policies	Note (2.24)
Prepaid expenses	Note (9)
Other credits	Note (11)
Partial spin-off	Note (12.3)
Operating leases	Note (18.2)
Accounts payable and advances from customers	Note (22)
Derivatives	Note (27.8)

The issue of the individual and consolidated interim financial information was authorized by the Board of Directors on August 7, 2017.

2.1. Statement of value added (DVA)

The preparation of the individual and consolidated statements of value added is required by the Brazilian corporate legislation and the accounting practices adopted in Brazil for listed companies. The international financial reporting standards ("IFRS") do not require the presentation of this statement. Accordingly, under the IFRS, this statement is presented as supplementary information, and not as part of the set of individual and consolidated interim financial information.

2.2. Basis of measurement

The individual and consolidated interim financial information was prepared on the historical cost basis, except for financial instruments measured at fair value through profit or loss, when applicable.

2.3. Functional and presentation currency

This individual and consolidated interim financial information is presented in Brazilian reais (R$), which is the Company's functional currency. All amounts are rounded to the nearest thousand, unless otherwise stated.

2.4. Equity interests and basis of consolidation

The consolidated interim financial information at June 30, 2017 and December 31, 2016 includes the operations of the Company and its subsidiaries, whose equity interests at the end of the reporting periods are as follows:

				Equity interest %			
				Direct	Indirect	Direct	Indirect
Company Name	Trade name	Headquarters country	Segment	6/30/2017	6/30/2017	12/31/2016	12/31/2016
Movida Gestão e Terceirização de Frotas S.A.	"Movida *GTF*"	Brazil	Car rental	99.99	-	99.99	-
Movida Locação de Veículos S.A.	"Movida RAC"	Brazil	Car rental	53.43	46.57	53.43	46.57

2.5. Use of estimates and judgments

The preparation of the individual and consolidated interim financial information requires the use of certain critical accounting estimates and also the exercise of judgment by Movida's management in applying the accounting policies. Those areas that require a higher degree of judgment and have greater complexity, as well as the areas where assumptions and estimates are significant to the individual and consolidated interim financial information, are disclosed in the notes below:

- Provision for impairment of trade receivables - **Note 8;**
- Provision for judicial and administrative litigation - **Note 21;** and
- Deferred taxes - **Note 22.1**.

2.6. Reclassification of comparative balances

On January 1, 2017, Movida started presenting the PIS and COFINS credits on purchase of inputs and depreciation charges as credits reducing the cost of sales and services, in order to better reflect the nature of the respective credits and expenses.

The amounts corresponding to these credits for the three- and six-month periods ended June 30, 2016, of R$14,848 and R$30,615, respectively, have been reclassified in the consolidated statement of income, from the line item of taxes on sales in the group of net revenues to the line item of costs of sales and services and, in the consolidated statement of value added, from the line item of federal taxes to the line item of cost of sales and services provided.

3. NEW STANDARDS THAT ARE NOT YET EFFECTIVE

The following new standards were issued by the IASB, but are not in effect for fiscal year 2017. The early adoption of these standards, although encouraged by the IASB, is not allowed by the Accounting Pronouncements Committee (CPC).

i) IFRS 9 (CPC 48) - "Financial Instruments" addresses the classification, measurement and recognition of financial assets and liabilities. The complete version of IFRS 9 was published in July 2014 and will become effective from January 1, 2018, replacing IAS 39 (CPC 38) Financial instruments: Recognition and Measurement, with regard to the classification and measurement of financial instruments. The main changes introduced by IFRS 9 (CPC 48) include: (i) new classification criteria for financial assets; (ii) a new impairment model for financial assets, combining expected and incurred losses, in replacement of the current model of incurred losses; and (iii) more flexibility in the requirements regarding the adoption of hedge accounting.

ii) IFRS 15 (CPC 47) - "Revenue from Contracts with Customers" – This new standard establishes the principles used by an entity to determine how to measure revenue and when to recognize it. This standard is based on the principle that the revenue is recognized when the control of an asset or service is transferred to a client; accordingly, the principle of control will replace the principle of risks and benefits. It will become effective from January 1, 2018, replacing IAS 11 (CPC 17) - "Construction Contracts", IAS 18 (CPC 30) - "Revenue" and the related interpretations.

iii) IFRS 16 - "Leases" – According to this new standard, lessees will be required to recognize liabilities from future payments and the right to use the leased asset in virtually all lease agreements, including operational agreements, except for certain short-term leases or leases of low-value assets. The recognition and measurement criteria for leases in lessors' financial statements remain essentially the same. IFRS 16 will become effective for the fiscal years beginning on or after January 1, 2019, and will replace IAS 17 (CPC 06) - "Leases" and the related interpretations.

iv) Disclosure Initiative (Amendments to CPC 32 (R2)/ IAS 12) – "Taxes on Profit" – Amendments require additional disclosures that enable users of the financial statements to understand and evaluate changes in liabilities arising from financing activities, including changes from cash flows as well as other changes. The amendments are effective for annual periods beginning on or after January 1, 2017. Earlier adoption is permitted only for financial statements prepared in accordance with IFRS. In order to comply with the new disclosure requirements, the Company intends to present a reconciliation between opening and ending balances of liabilities subject to changes arising from financing activities.

v) Recognition of Deferred Tax Assets for Unrealized Losses (Amendments to CPC 32 / IAS 12) – "Taxes on Profit" – Amendments provide clarification on the accounting of deferred tax assets for unrealized losses on debt instruments measured at fair value. The changes are effective for annual periods beginning on or after January 1, 2017. Earlier adoption is permitted only for financial statements prepared in accordance with IFRS. The Company is assessing the estimated impact on its financial statements. Up to date, the Company does not expect any significant impact.

vi) Disclosure Initiative (Amendments to CPC 3 (R2) / IAS 7) - Statement of Cash Flows - Amendments require additional disclosures that enable users of the financial statements to understand and evaluate changes in liabilities arising from financing activities, including changes from cash flows as well as other changes. The amendments are effective for annual periods beginning on or after January 1, 2017. Earlier adoption is permitted only for financial statements prepared in accordance with IFRS. In order to comply with the new disclosure requirements, the Group intends to present a reconciliation between opening and ending balances of liabilities subject to changes arising from financing activities.

vii) Other amendments

- Amendments to CPC 10 (IFRS 2) - Share-based payment, as regards the classification and measurement of certain transactions with share-based payment.

- Amendments to CPC 36 (IFRS 10), "Consolidated Financial Statements" and CPC 18 (IAS 28) "Investment in Associates" as regards the sales or contributions of assets between an investor and its associate or joint venture.

There are no other IFRS standards or International Financial Reporting Interpretations Committee ("IFRIC") interpretations that are not yet effective that could have a significant impact on the interim financial statements.

4. OPERATING SEGMENTS

Operating segments are defined as components that develop business activities: (i) from which can earn revenues and incur expenses; (ii) whose operating results are regularly reviewed by the chief operating officer responsible for deciding on resources to be allocated to the segment and for evaluating its performance; and (iii) to which individual financial information available.

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

For management purposes, Movida is divided into two operating segments subject to disclosure of information:

- **Rent a car:** division responsible for car rental in stores located inside and outside airports. Rentals are contracted by individuals and corporations, including insurance companies that offer hire cars to their customers in case of claims. As part of the fleet renewal program, Movida sells the cars after 12 to 18 months of use, and a significant port is sold to final customers through used car stores.

- **Fleet Management and Outsourcing (*GTF*):** division responsible for the management of fleets for corporations for long periods, generally 24 to 36 months. Cars are purchased after signing the agreements according to each customer's need, and at the end of these agreements cars are retired and sold to car dealers.

Financial information by operating segment

The statement of income and assets and liabilities by operating segment are as follows:

	Rent a Car		*GTF*		Eliminations		Consolidated	
	6/30/2017	6/30/2016 (Reclassified note 2.6)	6/30/2017	6/30/2016 (Reclassified note 2.6)	6/30/2017	6/30/2016	6/30/2017	6/30/2016 (Reclassified note 2.6)
Net revenue from services rendered and sale of assets used in services rendered	**1,060,874**	**725,363**	**173,387**	**157,585**	**(28,646)**	**(12,095)**	**1,205,615**	**870,853**
Cost of services rendered	(175,720)	(163,857)	(57,986)	(47,443)	28,646	12,095	(205,060)	(199,205)
Cost of sale of assets used in services rendered	(608,023)	(401,987)	(74,185)	(64,840)	-	-	(682,208)	(466,827)
Gross profit	**277,131**	**159,519**	**41,216**	**45,302**	**-**	**-**	**318,347**	**204,821**
Administrative and selling and expenses	(154,541)	(84,537)	(5,174)	(5,975)	-	-	(159,715)	(90,512)
Tax expenses	-	-	(657)	(51)	-	-	(657)	(51)
Other operating (expenses) revenue, net	(41,893)	(19,167)	4,877	(352)	-	-	(37,016)	(19,519)
Profit before finance income and costs (EBIT)	**80,697**	**55,815**	**40,262**	**38,924**	**-**	**-**	**120,959**	**94,739**
Net Financial Result							(72,029)	(65,547)
Profit before income tax and social contribution							**48,930**	**29,192**
Income tax and social contribution							(17,167)	(10,344)
Profit for the period from continuing operations							**31,763**	**18,848**
Discontinued operations							347	7,309
Profit for the period							**32,110**	**26,157**

Assets and liabilities by operating segment	Rent a Car		*GTF*		Eliminations		Consolidated	
	6/30/2017	12/31/2016	6/30/2017	12/31/2016	6/30/2017	12/31/2016	6/30/2017	12/31/2016
Assets	3,241,620	2,511,540	803,643	838,493	(434,085)	(560,320)	3,611,178	2,789,713
Liabilities	1,957,014	1,673,994	463,704	524,255	(63,709)	(130,300)	2,357,009	2,067,949

5. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The financial instruments used by Movida are cash and cash equivalents, marketable securities, trade receivables, borrowings and financing for working capital and investments, receivables and payables with related parties and other credits and payables, negotiated under normal market conditions and recognized in the financial information. These instruments are managed based on operating strategies aiming at liquidity, profitability and risk minimization.

5.1. Financial instruments by category

The breakdown by category of the carrying amount and fair value of Movida's financial instruments, presented in the consolidated interim financial information, is shown below:

	Consolidated					
	6/30/2017			12/31/2016		
Assets, as per the balance sheet	**Fair value through profit or loss**	**Loans and receivables**	**Total**	**Fair value through profit or loss**	**Loans and receivables**	**Total**
Cash and cash equivalents	-	251,817	251,817	-	53,576	53,576
Marketable securities	334,638	-	334,638	69,935	-	69,935
Trade receivables	-	277,326	277,326	-	215,516	215,516
Other credits	-	29,406	29,406		12,708	12,708
	334,638	**558,549**	**893,187**	**69,935**	**281,800**	**351,735**
Liabilities, as per the balance sheet		**Liabilities carried at amortized cost**	**Total**		**Liabilities carried at amortized cost**	**Total**
Borrowings and financing		430,236	430,236		184,404	184,404
Debentures		307,994	307,994		309,281	309,281
Suppliers financing – car makers		554,301	554,301		433,100	433,100
Finance leases		94,407	94,407		113,401	113,401
Trade payables		873,248	873,248		848,919	848,919
Other payables		3,828	3,828		15,864	15,864
		2,264,014	**2,264,014**		**1,904,969**	**1,904,969**

5.2. Fair value of financial assets and liabilities

A comparison by category of the carrying amount and fair value of Movida's financial instruments, presented in the consolidated interim financial information, is shown below:

	Consolidated			
	6/30/2017		12/31/2016	
	Carrying amount	**Fair value**	**Carrying amount**	**Fair value**
Financial assets				
Cash and cash equivalents	251,817	251,817	53,576	53,576
Marketable securities	334,638	334,638	69,935	69,935
Trade receivables	277,326	277,326	215,516	215,516
Other credits	29,406	29,406	10,861	10,861
Total	**893,187**	**893,187**	**349,888**	**349,888**
Financial liabilities				
Borrowings and financing	430,236	429,554	184,404	181,619
Finance leases	94,407	94,368	113,401	113,364
Debentures	307,994	308,910	309,281	309,281
Suppliers financing – car makers	554,301	554,301	433,100	433,100
Trade payables	873,248	873,248	848,919	848,919
Other payables	3,828	3,828	15,864	15,864
Total	**2,264,014**	**2,264,208**	**1,904,969**	**1,902,147**

The fair values of cash and cash equivalents and marketable securities approximate the amortized cost used to record the financial investments, and were determined based on quotations in active markets for similar transactions, classified into level 1 of the fair value hierarchy.

There are no financial instruments measured at fair value at levels 2 and 3 of the hierarchy.

The fair value of the debt was calculated based on the current price of each debt instrument of Movida so that its replacement would enable to have the same characteristics of cash flows and remaining periods of the original transaction. Specifically for *Finame* agreements at fixed rates, the realization values of the agreements were determined based on the marking-to-market of these agreements.

The curve used in the fair value measurement of agreements indexed to CDI at June 30, 2017 is as follows:

Interest curve - Brazil							
Vertex	1M	6M	1Y	2Y	3Y	5Y	10Y
Rate (p.a.) - %	10.03	8.95	8.77	9.22	9.82	10.44	10.89

Source: B3 6/30/2017

5.3. Financial risk management

Movida has borrowings, other credits, trade receivables and demand and short-term deposits that result directly from its operations. Thus, Movida is exposed to (i) market risk, (ii) credit risk and (iii) liquidity risk.

The Company's Management monitors these risks and is supported by a Financial Committee in the assessment and management of the financial risks, and recommends to the Board of Directors that the activities that result in these risks be governed by appropriate practices and procedures.

Movida does not have derivative instruments or any other assets of speculative risk. Movida's Managing Committee performs an ongoing monitoring of the financial transactions to avoid entering into derivative instruments other than those used for hedging known risks.

The Board of Directors is responsible for authorizing the transactions involving any type of derivative instrument, that is, any agreements that generate financial assets and liabilities to their parties, regardless of the market in which they are traded or registered, or the manner of realization.

(i) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument fluctuates due to changes in market prices. Market prices involve three types of risks: interest rate risk, exchange rate risk and price risk, which can be of commodities, shares, and others. The market risk is managed to ensure that Movida keeps risk levels considered acceptable in the context of its operations. In the current context of its operations, Movida is exposed only to interest rate risk, mainly related to financial investments, marketable securities, borrowings and financing, finance leases payable and debentures.

- **Interest rate risk**

  Interest rate risk is the risk that the fair value of future cash flows of a financial instrument fluctuates due to changes in market interest rates.

  Movida uses the resources generated by operating activities to manage its operations and ensure the renewal of its fleet and its growth. To complement the cash needed for growth, Movida obtains borrowings and financing from the country's major financial institutions and issues debt securities (debentures and promissory notes), which are mainly indexed to the variation of the CDI. The inherent risk arises from the possibility of significant increases in CDI rate.

  Movida performed a sensitivity analysis for adverse scenarios, presented in item 5.4.

(ii) Credit risk

Credit risk is the risk of a counterparty of a business not fulfilling an obligation set out in a financial instrument or agreement, which would cause financial loss. Movida is exposed to credit risk in its operating (mainly regarding receivables) and investing activities, including deposits with banks and financial institutions, and other financial instruments.

- **Cash and cash equivalents and marketable securities**

  The credit risk associated with funds held in banks and other financial institutions is managed by Movida's treasury area in accordance with the policy approved by the Board of Directors. Surpluses are deposited only in approved institutions and in compliance with the limits set for each, in order to minimize risk concentration and therefore mitigate potential financial losses in the event of any such institution going bankrupt.

- **Trade receivables**

  Movida reviews its customer-related credit risk on a monthly basis in accordance with the procedures, controls and policies established to address risks of this nature. Outstanding trade receivables are monitored very closely by the Company's Executive Board and Management. Every month the Company reviews the need to set up a provision for the impairment of trade receivables on an individual basis for its key customers. In addition, the Company pools several similar low-value accounts receivable for the purpose of estimating the loss collectively. This calculation is based on historical data.

  The credit analysis department evaluates the quality of a customer's credit standing, taking into consideration their financial position, past experience and other factors. Individual limits and risks are determined based on internal or external ratings in accordance with limits set by Management.

  The credit risk concentration is limited because Movida has a diversified customer base. All significant transactions and customers are located in Brazil, and there is no customer that individually accounts for more than 10% of Movida's revenues.

(iii) Liquidity risk

Liquidity risk is the risk of funding shortage to settle the obligations. Liquidity risk management is carried out with the purpose of ensuring that Movida has sufficient resources to settle its financial liabilities on the maturity dates.

Movida's purpose is to achieve a balance between funding continuity and flexibility through the use of overdraft accounts, bank loans, debentures, finance leases payable and operating lease. The average term of indebtedness is managed to secure short-term liquidity, analyzing payment schedules, charges and cash flows, in addition to having the support of the controlling shareholder.

The contractual maturities of financial liabilities are presented below, including estimated interest payments and excluding the impact of currency trading agreements by the net position.

		Consolidated				
	Average cost - %	Carrying amount	Contractual cash flow	Up to 1 year	From 1 to 2 years	From 3 to 5 years
Financial liabilities						
Trade payables	-	873,248	873,248	873,248	-	-
Borrowings and financing	12.2	430,236	569,161	47,487	215,745	305,929
Suppliers financing – car makers (i)	-	554,301	554,301	554,301	-	-
Debentures	12.1	307,994	353,860	35,974	317,887	-
Finance leases payable	13.9	94,407	103,878	68,009	30,113	5,756
Other payables	-	3,828	3,828	3,828	-	-
Total		**2,264,014**	**2,458,276**	**1,582,846**	**563,745**	**311,685**

i) The financial cost of the suppliers financing – car makers is paid on the contracting.

5.4. Interest rate sensitivity

The following sensitivity analysis of financial instruments was prepared according to CVM Instruction 475/2008, to show the gains and losses on the main financial assets and liabilities, taking into consideration a probable interest rate scenario (Scenario I), with increases in the interest rate of 25% (Scenario II) and 50% (Scenario III) when compared to the probable scenario.

This study has a probable scenario of the CDI rate of 8.77% p.a., based on the future interest rate curve drawn on B3 (*Brasil, Bolsa, Balcão*), the average rate on June 30, 2017 is 10.14% p.a., proportionately impacting debts and financial investments. About TJLP, the scenario considered probable on June 30, 2017 is 7% p.a. according to BNDES – Banco Nacional de Desenvolvimento.

Operation	Exposure	Risk	Potential gain / (loss)	Probable rate	Probable Scenario - CDI/TJLP	Scenario I + 25% deterioration - CDI/TJLP	Scenario I + 50% deterioration - CDI/TJLP
Financial investments	R$581,159	CDI	Gain	8.77%	50,968	63,710	76,451
Debt pegged to CDI	R$827,273	CDI	Loss	8.77%	(72,552)	(90,690)	(108,828)
Debt pegged to TJLP	R$1,195	TJLP	Loss	7.00%	(84)	(105)	(125)
Total impact on profit or loss					**(21,668)**	**(27,085)**	**(32,502)**

The objective of this sensitivity analysis is to measure the impact of changes in market variables on the Movida's financial instruments, assuming that all other market indicators remain constant, showing the impact on Movida's statement of income. Such amounts may differ from those stated upon their settlement.

6. CASH AND CASH EQUIVALENTS

	Parent company		Consolidated	
	6/30/2017	12/31/2016	6/30/2017	12/31/2016
Cash	1	1	191	161
Banks	1,420	888	5,105	34,119
Total cash and banks	**1,421**	**889**	**5,296**	**34,280**
CDI (Interbank Deposit Certificate)	-	-	224,794	9,688
Repo operations	-	-	21,727	9,608
Total financial investments	**-**	**-**	**246,521**	**19,296**
Total cash and cash equivalents	**1,421**	**889**	**251,817**	**53,576**

Cash and cash equivalents include cash, bank deposits and highly-liquid financial investments. Cash equivalents are held to meet short-term commitments and not for investment or other purposes.

In the six-month period ended June 30, 2017, the average income of investments was 100.4% p.a. of the CDI rate, equivalent to a monthly average of 0.93% (100.1% for the year ended December 31, 2016, equivalent to a monthly average of 1.12%).

7. MARKETABLE SECURITIES

	Consolidated	
Operations	**6/30/2017**	**12/31/2016**
Exclusive funds		
Financial Treasury Bills ("LFT")	130,231	47,347
National Treasury Bills ("LTN")	204,407	22,588
	334,638	**69,935**

Investments in marketable securities are managed by exclusive funds of first tier financial institutions and with low credit risk; their average income disclosed below is net of management fees and commission.

The average income of investments in marketable securities is defined at fixed and floating rates operating LTN, based on the variation of the daily SELIC rate. In the six-month period ended June 30, 2017, the average income was 100.4% p.a. of the CDI rate, equivalent to a monthly average of 0.93% (100.1% for the year ended December 31, 2016, equivalent to a monthly average of 1.12%).

8. TRADE RECEIVABLES

	Consolidated	
	6/30/2017	**12/31/2016**
Receivables from credit and debit cards	67,084	57,584
Accounts receivable	274,081	192,383
Unbilled revenue (i)	10,932	14,183
(-) Estimated losses on doubtful accounts (ii)	(74,771)	(48,634)
Total	**277,326**	**215,516**
In current assets	274,598	215,516
In non-current assets	2,728	-
	277,326	**215,516**

i) Unbilled revenue refers to car rental agreements whose rentals occur until the end of the month and that will be billed in the subsequent period, when the cars are returned and the agreements are closed. In this case, the measurement of the unbilled revenue is based on the measurements proportional to the rental days incurred.

ii) The changes in the provision for impairment of trade receivables in the six-month period ended June 30, 2017 were as follows:

	Consolidated
Balance at December 31, 2016	**(48,634)**
(-) Additions	(34,035)
(+) Reversals	7,898
Balance at June 30, 2017	**(74,771)**

8.1. Aging list

	Consolidated	
	6/30/2017	**12/31/2016**
Falling due	**224,953**	**162,219**
Overdue for up to 30 days	18,448	23,792
Overdue from 31 to 90 days	32,386	26,584
Overdue from 91 to 180 days	20,434	12,824
Overdue from 181 to 365 days	23,816	14,195
Overdue for more than 365 days	32,060	24,536
Total Overdue	**127,144**	**101,931**
(-) Estimated losses on doubtful accounts	(74,771)	(48,634)
Total	**277,326**	**215,516**

9. TAXES RECOVERABLE

	Parent company		Consolidated	
	6/30/2017	**12/31/2016**	**6/30/2017**	**12/31/2016**
Corporate Income Tax (IRPJ) and Social Contribution on Profit (CSLL) to offset (i)	1,503	1,405	8,224	12,379
Social Integration Program ("PIS")/ Social Contribution on Revenue ("COFINS") to offset (ii)	-	-	12,430	450
Services Tax ("ISS") to offset	-	-	62	62
Social Security Tax ("INSS") to offset (iii)	-	-	2,318	-
Total	**1,503**	**1,405**	**23,034**	**12,891**

i) Corporate income tax - IRPJ and Social contribution on profit - CSLL to offset from withholdings and prepayments made during 2017 and balances of prepayments from prior years.

ii) Social Integration Program (PIS) and Social Security Funding (COFINS) credits at June 30, 2017 refer mainly to the recognition of untimely credits of R$9,206 in the second quarter of 2017 as disclosed in note 26.

iii) INSS - Social Security Tax to offset refers to the recognition of untimely credits of R$2,309 in the second quarter of 2017 as disclosed in note 26.

10. ASSETS AVAILABLE-FOR-SALE (FLEET RENEWAL)

As a result of the fleet renewal process, vehicles of Movida were made available-for-sale, totaling R$211,894 in the consolidated (R$191,068 at December 31, 2016). This account includes vehicles that were recorded as property and equipment and that, as a result of their replacement, are available for immediate sale.

The amounts are presented at the lower of the residual book value, which is the result of the cost of acquisition less accumulated depreciation until the date in which the assets were made available-for-sale, and their fair value less estimated costs to sell them.

These assets are available for immediate sale in their present condition, and are thus very likely to be sold in one year or less.

Depending on the demand, as during seasonal upturn, the vehicles can be used again in operations. When this occurs, they are transferred again to property and equipment and depreciation is recognized during this period.

The movements in the six-month period ended June 30, 2017 are shown below:

Cost		**Accumulated depreciation:**	
At December 31, 2016	**213,225**	**At December 31, 2016**	**(22,157)**
Assets derecognized on sale	(728,999)	Assets derecognized on sale	37,189
Assets transferred from property and equipment	735,903	Assets transferred from property and equipment	(23,267)
At June 30, 2017	**220,129**	**At June 30, 2017**	**(8,235)**
Net value:			
Balance at December 31, 2016	191,068		
Balance at June 30, 2017	211,894		

The movements in available-for-sale assets in the year ended December 31, 2016 are presented in the individual and consolidated annual financial statements for that year, disclosed on March 22, 2017.

11. INVESTMENTS

The table of the Company's interests in investees and the changes in investments for the year ended December 31, 2016 are presented in the individual and consolidated annual financial statements for that year, published on March 22, 2017.

The interests in investees were accounted for under the equity method of accounting, based on the financial information on the investees for the six-month period ended June 30, 2017, as follows:

				Parent company	
Investments	**Equity at 6/30/2017**	**Interest %**	**Equity in the results of investees**	**6/30/2017**	**12/31/2016**
Movida *GTF*	339,939	99.99999	21,511	339,939	314,238
Movida Locação (i)	1,284,606	53.42726	12,302	883,798	451,691
Goodwill (ii)	-	-	-	1,395	1,395
Total permanent investments			**33,813**	**1,225,132**	**767,324**

i) The residual interest of 46.57274% is indirectly controlled by the Company through Movida *GTF*.

ii) Goodwill arising on the acquisition of the car rental business is classified as investment in the Parent company, in accordance with CPC 18 (R2).

11.1. Changes in investments

Investment	**12/31/2016**	**Equity in the results of investees**	**Advance for future capital increase**	**Others**	**6/30/2017**
Movida *GTF*	314,238	21,511	-	4,190	339,939
Movida Locação	451,691	12,302	424,000	(4,195)	883,798
Goodwill	1,395	-	-	-	1,395
Total	**767,324**	**33,813**	**424,000**	**(5)**	**1,225,132**

11.2. Balance of assets and liabities and results of investees and subsidiaries

The interests in the assets, liabilities, income and expenses of subsidiaries for the six-month period ended June 30, 2017 and year ended December 31, 2016, included in the consolidated interim financial information, are as follows:

	6/30/2017		**12/31/2016**	
	Movida Locação de Veículos S.A.	**Movida Gestão e Terceirização de Frotas S.A.**	**Movida Locação de Veículos S.A.**	**Movida Gestão e Terceirização de Frotas S.A.**
Current assets	1,021,992	163,797	546,037	154,558
Non-current assets	2,219,628	639,845	1,965,504	683,936
Current liabilities	1,503,573	118,396	1,471,153	156,349
Non-current liabilities	453,441	345,307	202,841	367,907
Equity (i)	**1,284,606**	**339,939**	**837,546**	**314,238**
Revenue (six months)	1,120,971	208,657	781,621	204,886
Expenses (six months)	(1,097,912)	(187,146)	(766,014)	(194,310)
Profit for the six-month period	**23,059**	**21,511**	**15,607**	**10,576**

i) Considers advance for future capital increase of R$424,000.

12. PROPERTY AND EQUIPMENT

The changes in property and equipment for the year ended December 31, 2016 are presented in the individual and consolidate annual financial statements for that year ended, published on March 22, 2017.

Changes in the consolidated balances for the six-month period ended June 30, 2017 — **Consolidated**

	Vehicles	Machinery and equipment	Construction in progress	Leasehold improvements	Computers and peripherals	Furniture and fixtures	Others	Total
Cost								
At December 31, 2016	**2,195,856**	**2,196**	**18,287**	**42,960**	**6,697**	**6,605**	**3,562**	**2,276,163**
Additions	1,038,562	265	1,608	-	720	570	1,535	1,043,260
Transfers to assets available-for-sale	(735,949)	46	-	-	-	-	-	(735,903)
Discontinued operations	5,295	-	-	-	-	-	-	5,295
Transfers	2	-	(19,958)	19,958	-	-	(2)	-
Write-off of assets and others	(71,329)	64	-	(229)	-	-	-	(71,494)
At June 30, 2017	**2,432,437**	**2,571**	**(63)**	**62,689**	**7,417**	**7,175**	**5,095**	**2,517,321**
Accumulated depreciation:								
At December 31, 2016	**(59,948)**	**(168)**	**-**	**(8,246)**	**(2,414)**	**(1,051)**	**(1,446)**	**(73,273)**
Depreciation expense	(27,866)	(124)	-	(6,216)	(694)	(341)	(479)	(35,720)
Transfers to assets available-for-sale	23,313	(46)	-	-	-	-	-	23,267
Discontinued operations	(747)	-	-	-	-	-	-	(747)
Write-off of assets and others	1,771	(26)	-	229	-	-	-	1,974
At June 30, 2017	**(63,477)**	**(363)**	**-**	**(14,233)**	**(3,108)**	**(1,392)**	**(1,925)**	**(84,499)**
Net value:								
Balance at December 31, 2016	2,135,908	2,028	18,287	34,714	4,283	5,554	2,116	2,202,890
Balance at June 30, 2017	2,368,960	2,208	(63)	48,456	4,309	5,783	3,170	2,432,822
Average depreciation rates in the period (%)	-	5.9	-	30.1	13.2	6.5	8.1	
Light – *GTF*	8.0	-	-	-	-	-	-	
Light - Rent a car	1.5	-	-	-	-	-	-	

Movida reviews annually the estimated market values at the end of the economic useful lives of its property and equipment items and reviews annually the estimated economic useful lives used to calculate the respective depreciation and amortization rates.

12.2. Finance leases of property and equipment items

Part of the vehicles are acquired by Movida under finance leases agreements, included in property and equipment as follows:

	Consolidated	
	6/30/2017	**12/31/2016**
Cost - capitalized finance leases	123,729	146,876
Accumulated depreciation	(12,006)	(12,113)
Net balance	**111,723**	**134,763**

13. INTANGIBLE ASSETS

The changes in intangible assets for the year ended December 31, 2016 are presented in the individual and consolidated annual financial statements for that year, published on March 22, 2017.

13.1. Consolidated changes in the six-month period ended June 30, 2017

	Parent company	Consolidated				
	Trademarks	**Goodwill (i)**	**Software**	**Trademarks**	**Point-of-sales (ii)**	**Total**
Cost						
At December 31, 2016	1,117	8,745	4,527	1,153	3,118	**17,543**
Additions	-	-	1,281	-	1,280	**2,561**
At June 30, 2017	**1,117**	**8,745**	**5,808**	**1,153**	**4,398**	**20,104**
Accumulated amortization:						
At December 31, 2016	-	-	(1,215)	(6)	-	**(1,221)**
Amortization expenses in the period	-	-	(235)	(4)	(5)	**(244)**
At June 30, 2017	**-**	**-**	**(1,450)**	**(10)**	**(5)**	**(1,465)**
Net value:						
Balance at December 31, 2016	1,117	8,745	3,312	1,147	-	**16,322**
Balance at June 30, 2017	1,117	8,745	4,358	1,143	-	**18,639**
Average annual amortization rates (%):	-	-	20	20	20	

i) Goodwill arising from the acquisition of Rent a Car business held by companies Movida Locação de Veículos S.A. and Apta Veículos e Representações Comerciais Ltda., on November 30, 2013.

ii) Refer to the acquisition of points-of-sales used as car rental stores, of which some agreements with indefinite useful lives.

13.2. Impairment of intangible assets with indefinite useful lives

Assets with indefinite useful lives are tested for impairment annually or whenever there are indications that some of the cash-generating units ("CGUs") might be impaired. For the six-month period ended June 30, 2017, Management concluded that there are no indications of impairment of its CGUs.

The last impairment test of the intangible assets was conducted for the year ended December 31, 2016.

14. TRADE PAYABLES

	Consolidated	
Description	**6/30/2017**	**12/31/2016**
Car makers	850,571	799,241
Others	22,677	49,678
Total	**873,248**	**848,919**

15. SUPPLIERS FINANCING – CAR MAKERS

				Consolidated	
In local currency (CVM Instruction 01/2017)	**Average rate (%)**	**Basis**	**Maturity**	**6/30/2017**	**12/31/2016**
Suppliers financing - car makers	6.5%	5 months	2017	554,301	433,100
Total				**554,301**	**433,100**

The Company has entered into "suppliers financing" agreements with financial institutions to manage its payables to car makers related to purchase of vehicles. Through this operation, suppliers transfer the right to receive payment of bills for vehicles sales to the financial institutions.

The agreements signed with the financial institutions are not guaranteed by the assets (vehicles) linked to the guaranteed operations.

16. BORROWINGS AND FINANCING

				Consolidated					
				6/30/2017			12/31/2016		
Type	**Annual average rate (%)**	**Average rate structure**	**Maturity**	**Current**	**Non-current**	**Total**	**Current**	**Non-current**	**Total**
In local currency									
Finame (i)	6.8	Floating and fixed rates	December 2024	929	3,551	4,480	2,409	7,869	10,278
CCB (ii)	12.6	*CDI*% / *CDI* + spread	November 2020	11,349	262,635	273,984	8,460	164,422	172,882
Promissory notes (iii)	11.6	*CDI*	August 2018	-	150,000	150,000	-	-	-
Consortium (iv)	7.7	Fixed rate	January 2019	1,360	412	1,772	690	554	1,244
				13,638	**416,598**	**430,236**	**11,559**	**172,845**	**184,404**

Key:
FINAME - Financing of machinery and equipment
CCB - Bank credit bills

i) ***Finame*** are financing for investments in vehicles used in operations. Part of the agreements are subject to floating rates corresponding to the Long-term Interest Rate (*"TJLP"*), and part are subject to fixed interest rates of 6.8% p.a. on average, and have the purchased vehicles as guarantee.

ii) ***CCB*** are bank credit bills divided into four agreements, three of which are subject to average 121.2% of the Interbank Deposit Certificate (*"CDI"*) p.a., The other agreement whose amount in June, 30, 2017 is of R$108,450 with deadline expiring in November 2020 and is subject to interest rate of Interbank Deposit Certificate (*"CDI"*) plus spread of 2.9% p.a.. The amount includes the funding of R$100,000 acquired in march 2017 for the extension of the third-party capital structure.

iii) **Promissory notes** refer to commercial notes of promise to pay signed by Movida to the subscriber. In June 2017, the Company made the first issue of 30 commercial notes, with a single maturity and in the amount of R$5,000 each, totaling R$150,000 traded on the open market, all fully subscribed by a single investor. Promissory notes bear interest of 114% of the *CDI*.

iv) **Consortium** are commitments assumed through consortium quotas associated with purchase of vehicles. Movida assumes the obligation to pay the total asset value at the moment the quota is contemplated. The consortium is subject to average fixed interest rate of 7.7% p.a.

One of the *CCB* agreements with balance payable of R$108,450 at June 30, 2017 is subject to compliance with certain financial indicators that, if not complied with, may result in early maturity of the obligations. These commitments are based on the performance of the parent company JSL S.A., which is also the guarantor of the operations. The Company was compliant with all commitments described in the agreements at June 30, 2017.

The financial indicators are described below:

Restriction	Limits	6 months ended 6/30/2017	12 months ended 12/31/2017
Net financial debt / adjusted EBITDA	Lower than 3.5	1.94	2.26
Adjusted EBITDA / Net financial expenses	Higher than 2	4.19	3.71

Net financial debt: means the total balance of short- and long-term borrowings and financing in the name of JSL S.A. (parent company of Movida Participações S.A.), including debentures and any other debt securities, after deducting: (a) cash and short-term investments with daily liquidity maturing within 360 days; (b) borrowings and financing arranged under the program for financing stocks of new and used vehicles, locally made or imported, and automotive parts, under revolving credit facilities from financial institutions linked to the car makers.

Adjusted EBITDA: means earnings before financial income, tax, depreciation, amortization, impairment of assets and equity accounting, plus cost of sales of assets used in services rendered, calculated over the last 12 months, including the adjusted EBITDA for the last 12 months of companies taken over or purchased in the period.

Net financial expenses: means debt charges plus monetary adjustments, less income from financial investments, all relating to the items described in the above definition of "Net financial debt", calculated on an accrual basis over the last 12 months.

All commitments described in the agreements had been met at June 30, 2017.

16.1. Amortization schedule is presented below, by year of maturity:

		Consolidated	
	Maturity of installments	**Total**	**%**
Current liabilities	Up to June 2018	13,638	3.2
	July to December 2018	155,684	36.2
	2019	51,982	12.1
	2020	207,594	48.1
	2021	415	0.1
	2022	329	0.1
	2023	327	0.1
	After 2024	267	0.1
Non-current liabilities		416,598	96.8
Total		**430,236**	**100.0**

16.2. Guarantees

Borrowings and financing in local currency have the following guarantees:

- *Finame* and consortium: guarantee of financed vehicles and equipment.
- *CCB*: a part has guarantee from the parent company JSL S.A..

17. DEBENTURES

			Consolidated					
			6/30/2017			12/31/2016		
Type - In local currency	**Average annual charges (%)**	**Maturity**	**Current**	**Non-current**	**Total**	**Current**	**Non-current**	**Total**
Debentures (1st issuance)	*CDI* + 1.93%	September 2018	8,373	299,621	307,994	10,418	298,863	309,281

The debentures of subsidiary Movida GT correspond to 30,000 simple non-convertible debentures, pursuant to Instruction 476 of the Brazilian Securities and Exchange Commission (CVM), at the unit value of R$10, totaling R$300,000, in one series and on a firm guarantee basis. The debentures have a three- year maturity as of the

issue date on September 24, 2015, thus maturing on September 24, 2018. The debentures' unit value will have not updated amount. The debentures will be paid half-yearly interest as of the issue date, payable in March and September.

Interest corresponds to *CDI* + 1.93% p.a., calculated and disclosed by CETIP. Interest is calculated exponentially and cumulatively *pro rata temporis* in accordance with the number of business days incurred from the issue date or the maturity date of the previous capitalization period, as applicable, to the actual payment date the Company. The Company designated the initial recognition of this issuance at amortized cost.

The debentures issued are subject to restrictive covenants related to the indebtedness and leverage, which in case of non-compliance may anticipate the debt maturity.

The transaction costs and premiums on the issue of securities, as determined by CPC 08 (IAS 39) - Transaction Costs and Premiums on the Issuance of Securities, are:

		Consolidated	
		To be appropriated in	
Total transaction cost	Balance to be appropriated at 6/30/2017	2017	2018
(4,537)	(1,896)	(758)	(1,138)

17.1. Commitments in transactions with debentures

The debentures of subsidiary Movida *GTF* are subject to clauses of compliance with certain financial indicators. In case of non-compliance, the debt balance may have its maturity accelerated.

These commitments are based on the performance of its parent company JSL S.A. that is a guarantor of operations. All the commitments described in the agreements had been met as at June 30, 2017, which the limits are shown below:

Restriction	Limits	6 months ended 6/30/2017	12 months ended 12/31/2017
Net financial debt / adjusted EBITDA	Lower than 3.5	1.94	2.26
Adjusted EBITDA / Net financial expenses	Higher than 2	4.19	3.71

Net financial debt: means the total balance of short- and long-term borrowings and financing in the name of JSL S.A. (parent company of Movida Participações S.A.), including debentures and any other debt securities, after deducting: (a) cash and short-term investments with daily liquidity maturing within 360 days; (b) borrowings and financing arranged under the program for financing stocks of new and used vehicles, locally made or imported, and automotive parts, under revolving credit facilities from financial institutions linked to car makers.

Adjusted EBITDA: means earnings before financial income, tax, depreciation, amortization, impairment of assets and equity accounting, plus cost of sales of assets used in services rendered, calculated over the last 12 months, including the adjusted EBITDA for the last 12 months of companies taken over or purchased in the period.

Net financial expenses: means debt changes plus monetary adjustments, less income from financial investments, all relating to the items described in the above definition of "Net financial debt", calculated on an accrual basis over the last 12 months.

17.2. Amortization schedule is presented below, by year of maturity:

		Consolidated	
	Maturity of installments	**Total**	**%**
Current liabilities	Up to June 2018	8,373	2.7
Non-current liabilities	July to September 2018	299,621	97.3
Total		**307,994**	**100.0**

18. FINANCE LEASES PAYABLE

Finance leases agreements classified as *Finame* leasing and finance leases for the maintenance of Movida's operating activities have annual charges at floating and fixed rates as follows:

Type	**Annual charges (%)**	**Consolidated**	
		6/30/2017	**12/31/2016**
Leasing	13.93%	94,407	113,401
Total		**94,407**	**113,401**
Current portion		60,433	56,080
Non-current portion		33,974	57,321
Total		**94,407**	**113,401**

No contingent payments are expected, and there is no finance sublease for the aforementioned transactions.

Lease installments have the following maturities:

		Consolidated	
	Maturity of installments	**Total**	**%**
Current liabilities	Up to June 2018	60,433	64.0
	July to December 2018	27,307	28.9
	2019	2,892	3.1
	2020	3,775	4.0
Non-current liabilities		33,974	36.0
Total		**94,407**	**100.0**

19. LABOR LIABILITIES

	Parent company		**Consolidated**	
	6/30/2017	**12/31/2016**	**6/30/2017**	**12/31/2016**
Salaries	136	-	5,597	5,179
INSS	36	-	3,677	3,086
FGTS	-	-	569	827
Provision for vacation, 13h salary and bonus	-	-	18,434	11,980
Others	-	-	149	149
Total	**172**	**-**	**28,426**	**21,221**

20. TAX LIABILITIES

	Parent company		Consolidated	
	6/30/2017	12/31/2016	6/30/2017	12/31/2016
PIS and COFINS	-	1	3,154	4,298
ISS	-	-	756	-
Other tax liabilities (i)	119	1	2,351	884
Total	**119**	**2**	**6,261**	**5,182**

i) Refers mainly to IRRF and IPTU.

21. PROVISION FOR JUDICIAL AND ADMINISTRATIVE LITIGATION AND JUDICIAL DEPOSITS

Movida, in the ordinary course of its business, is a party to civil, tax and labor suits, and have judicial and court-blocked deposits as guarantee of these claims. Based on the opinion of the Company's legal counsel, Movida recorded provisions to cover probable losses in the following amounts:

	Consolidated			
	Deposits		Provisions	
	6/30/2017	12/31/2016	6/30/2017	12/31/2016
Civil	167	167	1,188	73
Labor	410	181	667	121
Total	**577**	**348**	**1,855**	**194**

21.1. Judicial deposits

The judicial and court-blocked deposits refer to amounts deposited in a court account or blocked bank balances, ruled by the court, as guarantee for any payment required by the court, or amounts deposited in court account to replace tax payments or payables that are being challenged in the court.

21.2. Changes in the provision for judicial and administrative litigation

The changes in provisions for judicial and administrative litigation in the six-month period ended June 30, 2017 are as follows:

	Consolidated		
	Civil	Labor	Total
Balance at December 31, 2016	**73**	**121**	**194**
Additions	1,123	577	1,700
Reversals	(8)	(31)	(39)
Balance at June 30, 2017	**1,188**	**667**	**1,855**

21.3. Possible losses not provided for in the balance sheet

Movida is a party to civil, tax, and labor suits, whose likelihood of loss is classified as possible by Management and its legal counsel. Accordingly, no provision was recorded. The amounts involved in the litigations are shown below:

	6/30/2017	12/31/2016
Civil	6,676	1,848
Labor	3,932	2,545
Tax	263	263
Total	**10,871**	**4,656**

Movida and its legal counsel understand that civil lawsuits are basically related to claims regarding loss of profits, property damages and pain and suffering for alleged traffic accidents, collisions and claims involving its vehicle fleet, and do not involve individual material amounts.

Movida understands that there is no specific procedure adopted that gives rise to labor claims filed against the Company, and the labor claims filed do not involve individual material amounts and are mainly related to payment of differences in overtime and commissions, hazardous duty premium, health hazard premium and lawsuits filed by employees of outsourced companies.

22. INCOME TAX AND SOCIAL CONTRIBUTION

22.1. Deferred income tax and social contribution

Deferred income tax and social contribution assets and liabilities were calculated based on the balances of tax losses and temporary differences deductible or taxable in the future, as follows:

	Parent company		Consolidated	
Description	**6/30/2017**	**12/31/2016**	**6/30/2017**	**12/31/2016**
Deferred tax assets:				
Income tax and social contribution losses	-	-	51,687	52,195
Provision for judicial and administrative litigation	-	-	631	436
Present value adjustment	-	-	7	5
Estimated losses on doubtful accounts	-	-	19,847	11,064
Other provisions and reversals	230	230	890	82
Total deferred tax assets	**230**	**230**	**73,062**	**63,782**
Deferred tax liabilities:				
Differences between accounting and tax depreciation	-	-	(98,039)	(78,033)
Finance leases recognized	-	-	(21,104)	(23,689)
Other provisions and reversals	-	-	230	230
Total deferred tax liabilities	**-**	**-**	**(118,913)**	**(101,491)**
Total deferred tax liabilities, net	**230**	**230**	**(45,851)**	**(37,710)**
Classified as:				
Deferred income tax and social contribution assets - non-current	230	230	230	230
Deferred income tax and social contribution liabilities - non-current	-	-	(46,081)	(37,940)
Total deferred tax liabilities, net	**230**	**230**	**(45,851)**	**(37,710)**

Deferred tax assets resulting from temporary differences will obtained as the respective differences are settled or realized.

22.2. Current income tax and social contribution

Current tax expenses are calculated based on the current rates levied on taxable income, as adjusted by respective additions and exclusions and offset allowed or required by the prevailing legislation.

Reconciliation to effective expense:

	Parent company		Consolidated	
	6/30/2017	**6/30/2016**	**6/30/2017**	**6/30/2016**
Profit before income tax and social contribution (i)	**32,110**	**26,157**	**49,456**	**29,192**
Statutory rates	34%	34%	34%	34%
IRPJ and CSLL calculated at the standard rates	(10,917)	(8,893)	(16,815)	(9,925)
Permanent (additions) exclusions				
Equity in the results of investees	11,496	8,893	-	-
Discontinued operations	-	-	-	(1,280)
Non-deductible expenses	-	-	(26)	(12)
Other (additions) deductions	(579)	-	(505)	873
IRPJ and CSLL calculated	**-**	**-**	**(17,346)**	**(10,344)**
Current	-	-	(9,205)	3,765
Deferred	-	-	(8,141)	(14,109)
IRPJ and CSLL in profit or loss (i)	**-**	**-**	**(17,346)**	**(10,344)**
Effective rate	0.0%	0.0%	35.1%	35.4%

i) Comprise information on IRPJ and CSLL on profit (loss) of discontinued operations (note 29).

Movida's income tax returns are open to review by tax authorities for five years from the filing of the return. Due to these reviews, additional taxes and penalties may arise, which would be subject to interest. However, Management believes that all taxes have either been properly paid or provided for.

23. EQUITY

23.1. Share capital

The Company's fully subscribed and paid-up capital at June 30, 2017 is R$1,201,854, divided into 213,491,686 registered common shares without par value (710,154,564 shares at December 31, 2016), reduced by the transaction costs incurred in its Initial Public Offering (IPO), in the amount of R$35,662, totaling R$1,165,922 (R$ 715,629 at December 31, 2016).

As approved at the Extraordinary General Meeting (EGM) of Movida Participações S.A., held on January 13, 2017, a five-to-one reverse stock split of 710,154,564 common shares was carried out, resulting in a total of 142,030,912 registered common shares without par value.

The Company is authorized to increase its capital up to the limit of 500,000,000 (five hundred million) common shares, excluding the shares already issued, regardless of amendment to bylaws.

23.2. Initial Public Offering (IPO)

As mentioned in note 1, on February 6, 2017 the Company completed its Initial Public Offering (IPO). As a result of this offering, the primary distribution of 71,460,674 shares and the secondary distribution of 6,741,573 shares were carried out, all of them no-par, registered, book-entry common shares, free and clear from any liens or encumbrances.

Due to the aforementioned event, the Company's capital was increased by R$535,955. Of which R$485,955 was used for immediate capital increase and the remaining R$50,000 was allocated to the capital reserve account.

23.3. Distribution of dividends

Pursuant to the Company's Bylaws, shareholders are entitled to annual mandatory dividend not lower than 25% of the Company's annual profit, as adjusted by the following additions or exclusions

ii) 5% allocated to the legal reserve; and

iii) an amount allocated to the contingency reserve and the reversal of said reserves set up in prior years. A portion of the profit can also be retained based on a capital budget or to set up a statutory profit reserve called "investment reserve."

The amount to be distributed must be approved at the Annual General Meeting ("AGM") that also approves Management accounts related to the prior year, based on the proposal submitted by the Executive Board and approved by the Board of Directors. Dividends are distributed in accordance with the resolution of this AGM, held in the first four months of each year. The Company's Bylaws also allow for the distribution of interim dividends, which can be included in the mandatory dividends.

In the year ended December 31, 2016, the amount of R$85,964 was recorded as "dividends payable" to the Company's parent company, JSL S.A., which was fully settled in February 2017.

23.4. Share-based payment plan

On January 13, 2017, through ("EGM"), the creation of Movida Participações S.A.'s restricted stock program was approved for Movida's management, employees and service providers.

24. NET REVENUE FROM SERVICES RENDERED AND SALE OF ASSETS USED IN SERVICES RENDERED

	Consolidated	
	6/30/2017	**6/30/2016**
		Reclassified note 2.6
Gross revenue	1,258,607	919,852
(-) Revenue deductions		
Taxes on sales	(49,091)	(41,779)
Returns	(607)	(3,743)
Discounts granted	(3,294)	(3,477)
Total net revenue	**1,205,615**	**870,853**

No customer represented more than 10% of gross operating revenue during the six-month period ended June 30, 2017.

Taxes levied on sales refer mainly to municipal taxes on services (rate of 2% to 5%) and contributions related to PIS (rate of 1.65%) and COFINS (rate of 7.6%).

25. FINANCIAL RESULTS

	Parent company		Consolidated	
	6/30/2017	6/30/2016	6/30/2017	6/30/2016
Finance costs				
Interest on borrowings and financing	-	-	(39,752)	(38,932)
Interest and bank charges on finance leases	-	-	(4,397)	(6,301)
Interest on suppliers financing - car makers	-	-	(35,727)	(28,411)
Foreign exchange loss on borrowings	-	-	-	21,855
Loss on currency and interest rate swaps (hedge)	-	-	-	(25,943)
	-	-	(79,876)	(77,732)
Other finance costs				
Interest on other payables	-	-	(10,783)	(8,846)
Financial taxes and charges expenses	(10)	(5)	(3,480)	(3,929)
Total finance costs	**(10)**	**(5)**	**(94,139)**	**(90,507)**
Finance income				
Financial investments	161	31	19,290	19,337
Foreign exchange gains	-	-	47	-
Interest received	-	-	2,111	3,307
Other finance income	-	-	662	2,316
Total finance income	**161**	**31**	**22,110**	**24,960**
Net financial results	**151**	**26**	**(72,029)**	**(65,547)**

26. EXPENSES BY NATURE

Movida's statement of income is presented by function. Expenses by nature are as follows:

	Consolidated	
	6/30/2017	6/30/2016 Reclassified note 2.6
Cost of sale of assets used in services rendered	(682,208)	(466,827)
Personnel (i)	(91,905)	(70,496)
Repairs and fleet maintenance	(57,202)	(43,093)
Depreciation and amortization	(35,674)	(38,142)
Vehicles expenses	(30,728)	(30,316)
Taxes, charges, insurance, fines	(31,902)	(29,996)
Fuels and lubricants	(10,799)	(10,244)
Contracted services	(35,222)	(30,923)
Property leasing	(41,312)	(36,873)
Water, electricity, telephone (utilities)	(8,155)	(4,582)
Losses on trade receivables	(25,920)	(12,396)
Communication and publicity	(16,306)	(12,357)
Building's maintenance and repair	(2,079)	(1,610)
PIS and COFINS credits on inputs (ii)	35,746	30,615
Revenues from sales of damaged vehicles	25,587	2,996
Cost of sales of damaged vehicles	(47,465)	(7,730)
Cost of casualty vehicles	(26,314)	(10,808)
Other expenses	(2,141)	(3,281)
	(1,083,999)	**(776,063)**
Cost of services rendered	(205,060)	(199,205)
Cost of sale of assets used in services rendered	(682,208)	(466,827)
Administrative and selling expenses	(159,715)	(90,512)
Other operating expenses	(62,603)	(22,515)
Other operating income	25,587	2,996
	(1,083,999)	**(776,063)**

i) The untimely INSS credits in the amount of R$2,309 are included in the account of origin shown in this note.

ii) The untimely PIS and COFINS credits of R$9,206 are included in the line of PIS and COFINS credits on inputs.

27. RELATED PARTIES TRANSACTIONS

27.1. Related-party transactions recognized in assets and liabilities

The table below presents the receivables and payables between related parties, in line items Trade receivables, Trade payables, Accounts payable and Advances.

Parent company

	Related parties			
	6/30/2017	12/31/2016	Relationship	Specification
Assets				
JSL S.A.	-	1,155	Parent company	Interest on capital
Movida *GTF*	24,242	33,721	Subsidiary	Dividend
Movida RAC	2,533	3,176	Subsidiary	Dividend
	26,775	**38,052**		
Liabilities				
JSL S.A.	109	106	Parent company	Reimbursement of expenses / *CSA* (i)
CS Brasil	3	1	Related party	Reimbursement of expenses
Movida RAC	981	-	Subsidiary	Reimbursement of expenses
Total	**1,093**	**107**		

Consolidated

	Related parties		Trade receivables			
Assets	**6/30/2017**	**12/31/2016**	**6/30/2017**	**12/31/2016**	**Relationship**	**Specification**
Parent Company						
JSL S.A.	1,339	1,154	138	76	Parent company	Interest on capital
JSL Concessionárias	3,256	2,347	16,486	10,574	Related party	Sale of assets
JSL Leasing	-	121	256	121	Related party	Commission on financed sales of vehicles
JSL Corretora	-	-	7	91	Related party	Reimbursement of expenses
JSL Locações Pesados	-	-	4	2	Related party	Operating lease
CS Brasil	-	2	10	36	Related party	Operating lease
Total	**4,595**	**3,624**	**16,901**	**10,900**		

	Related parties		Trade payables			
Liabilities	**6/30/2017**	**12/31/2016**	**6/30/2017**	**12/31/2016**	**Relationship**	**Specification**
Parent Company						
JSL S.A.	2,513	3,848	-	2,250	Parent company	Operating lease / Reimbursement of expenses / CSA (i)
CS Brasil	1,095	709	449	449	Related party	Operating lease / Reimbursement of expenses
JSL Concessionárias	312	1,042	-	850	Related party	Sale of assets (parts)
JSL Locações Pesados	1,425	327	-	-	Related party	Operating lease / Reimbursement of expenses
JSL Empreendimentos	19	19	-	19	Related party	Operating lease / Reimbursement of expenses
Total	**5,364**	**5,945**	**449**	**3,568**		

i) Management, by means of an administrative services center (*"CSA"*), share the corporate expenses between members of the JSL business group through the apportionment and reimbursement of expenses.

27.2. Related-party transactions with effects in the income statement

The consolidated related-party transactions are as follows:

Consolidated

Related party	Revenue from services rendered		Cost of services rendered		Fleet renewal revenue		Fleet renewal costs	
	6/30/2017	6/30/2016	6/30/2017	6/30/2016	6/30/2017	6/30/2016	6/30/2017	6/30/2016
Subsidiaries and associates								
JSL S.A.	1,295	24,321	(1,498)	(7,172)	4,623	-	(1,721)	-
Cs Brasil	81	1,216	(6)	(585)	83	-	-	-
JSL Concessionárias	69	-	(1,071)	(368)	46,013	60,547	-	-
Movida *GTF*	-	3,789	-	-	-	-	-	-
Movida Locação de Veículos	-	-	-	(3,789)	-	-	-	-
JSL Locações Pesados	1,340	-	(5,709)	-	7,638	-	(879)	-
Mogi Passes	-	13,337	-	-	-	-	-	-
Total	**2,785**	**42,663**	**(8,285)**	**(11,914)**	**58,357**	**60,547**	**(2,600)**	**-**

Movida, through a commercial agreement, can sell to its parent company JSL S.A. vehicles used in its operations, limited to 10% of the sales made by Movida in the last 12 months. However, the minimum sale price

must correspond to the average sale price of used vehicles to large groups (according to each vehicle brand, model and mileage) practiced by Movida in the last 60 days prior to the receipt of notice of sale.

27.3. Management compensation

Compensation, including payroll charges, paid to key management personnel was R$2,945 for the six-month period ended June 30, 2017 (R$552 at June 30, 2016), in parent company and consolidated. Management does not have post-retirement benefits or any other long-term benefits.

28. INSURANCE COVERAGE

Movida has insurance at amounts deemed sufficient by Management to cover potential risks related to its assets and/or responsibilities:

Fleet insurance is shown in the table below:

			Vehicles / Equipment		Amount	
Beneficiary	**Guarantee**	**Location**	**Quantity**	**Type**	**Insured**	**Effectiveness**
Movida Locação de Veículos S.A.	Vehicle rental, including management and maintenance	Brazil	Total fleet (i)	Vehicles	570	6/13/2017 to 9/11/2017

i) Movida Locação, specifically when serving third parties, contracts insurance for the rented fleet, covering only damages to third parties. Movida's own fleet is not insured.

29. DISCONTINUED OPERATIONS

On August 31, 2016, Movida, as part of its parent company JSL S.A.'s project to restructure the businesses of its group, completed the transfer of assets and liabilities of the business units relating to rental of heavy vehicles and light machinery and vehicles with aggregate services (driver) previously managed by the subsidiary Movida *GTF* to the other companies of the same group, through partial spin-off.

The purpose of such operation was to realign its business lines with the allocation of assets and liabilities to companies that develop related activities.

The table below shows the amounts of assets and liabilities, the statements of income and cash flows of the operations held for distribution to shareholders at December 31, 2016 and the residual value at June 30, 2017, after such restructuring.

i) Balance sheets:

Assets	**6/30/2017**	**12/31/2016**	**Liabilities**	**6/30/2017**	**12/31/2016**
Non-current			**Non-current**		
Property and equipment	37	4,585	Borrowings and financing	14	3,585
Total assets	**37**	**4,585**	**Total liabilities**	**14**	**3,585**

ii) Statements of income:

	6/30/2017	6/30/2016
Net revenue from services rendered and sale of assets	18,959	28,515
(-) Cost of services rendered	(8,566)	(14,331)
(-) Cost of sales of assets used in services rendered	(9,604)	-
	(18,170)	**(14,331)**
(=) Gross profit	**789**	**14,184**
Administrative and selling expenses	(217)	(3,116)
Other operating (expense) income, net	(59)	7
Profit before finance income and costs	**513**	**11,074**
Finance income	13	-
(=) Profit before income tax and social contribution	**526**	**11,074**
Income tax and social contribution	(179)	(3,765)
(=) Profit for the period	**347**	**7,309**

iii) Statement of cash flows

Cash flows from operating activities	**6/30/2017**	**6/30/2016**
Profit before income tax	526	11,074
Adjustments to reconcile profit to cash provided by operating activities	**9,894**	**4,539**
Depreciation / amortization	290	4,539
Cost of sale of assets used in services rendered	9,604	-
Changes in current and non-current assets and liabilities	**-**	**6,818**
Increase in assets		
Trade receivables	-	9,946
Prepaid expenses	-	(351)
Decrease in liabilities		
Trade payables	-	(3,056)
Accounts payable and advances	-	279
Net cash generated by operating activities	**10,419**	**22,431**
Cash flows from investing activities		
Decrease in borrowings and financing, net	(3,571)	(5,868)
Net cash used in investing activities	**(3,571)**	**(5,868)**
Net increase in cash and cash equivalents	**6,848**	**16,563**

29.1 Changes in assets / liabilities held for distribution to shareholders

The table below shows the movements in assets and liabilities held for distribution to shareholders and which were subject to corporate restructuring on August 30, 2016:

	Adjusted balance at 12/31/2016	Depreciation (i)	Changes in Assets and Liabilities (ii)	Balance at 6/30/2017 (iii)
Assets				
Property and equipment, net	4,585	(290)	(4,258)	37
Total assets	**4,585**	**(290)**	**(4,258)**	**37**
Liabilities				
Borrowings and financing	3,585	-	(3,571)	14
Total liabilities	**3,585**	**-**	**(3,571)**	**14**

i) Movida continued to depreciate the assets, since these were allocated to other operations within JSL S.A.

ii) Refer to changes occurred during the period of sales provided to the parent company JSL S.A..

The remaining assets and liabilities are committed to be transferred to other companies controlled by JSL S.A., and the distribution is highly probable, as determined by CPC 31 / IFRS 5 – Noncurrent Assets Held-for-sale and Discontinued Operations. The assets are being transferred mainly through sale.

30. EARNINGS PER SHARE

i) Basic

Basic earnings per share are calculated by dividing the profit attributable to owners of the Company by the weighted average number of common shares issued during the year, less the common shares repurchased by the Company and held in treasury.

The calculation of basic and diluted earnings per share is presented below:

Operating profit	**6/30/2017**	**6/30/2016**
Numerator:		
Profit for the period	32,110	26,157
Denominator:		
Weighted average number of outstanding shares	476,854,738	624,250,238
Basic and diluted earnings per share - R$ (i)	**0.0673**	**0.0419**
Profit from continuing operations	**6/30/2017**	**6/30/2016**
Numerator:		
Profit for the period	31,763	18,848
Denominator:		
Weighted average number of outstanding shares	476,854,738	624,250,238
Basic and diluted earnings per share - R$ (i)	**0.0666**	**0.0302**

i) On February 6, 2017, the Company approved a five-to-one reverse stock split through the "EGM", reducing the fraction of shares of five-to-one common shares representing the Company's share capital, as described in note 23.1.

The Company had no transactions or agreements involving common shares or potential shares that had an impact on diluted earnings per share.

31. SUPPLEMENTAL INFORMATION TO THE CASH FLOWS

The statements of cash flows under the indirect method are prepared and presented in accordance with technical pronouncement CPC 03 (R2) - Statement of cash flows.

i) Movida purchases vehicles for the renewal and expansion of its fleet and part of these vehicles do not affect cash since they are financed. We present below the purchases without the cash outflow effect:

	Consolidated	
	6/30/2017	**6/30/2016**
Additions to property and equipment though financing:		
Total additions to property and equipment (Note 12)	1,043,260	692,363
Non-cash additions through finance leases	(3,258)	(62,614)
Non-cash changes in suppliers financing - car makers	(121,201)	-
Consortium quotas	2,037	-
Total non-cash additions to property and equipment	**920,838**	**629,749**
Statements of cash flows		
Operating property and equipment	916,140	615,514
Property and equipment for investment	4,698	14,235
Total additions to property and equipment	**920,838**	**629,749**

ii) Profit before income tax and social contribution in the statement of cash flows also considers the same information on discontinued operations, as shown below:

Profit before income tax and social contribution from continuing operations	48,930	29,192
Profit before income tax and social contribution from discontinued operations (note 29)	526	11,074
Profit before income tax, including discontinued operations	**49,456**	**40,266**

32. SUBSEQUENT EVENTS

On June 30, 2017, although without the effect of cash inflows, the Company's Board of Directors approved the borrowing from the Constitutional Fund for Financing of the Northeast (FNE), from Banco do Nordeste do Brasil (BNB), in the amount of R$256,327, to be repaid monthly beginning in October 2017 to be finished in June, 30, 2021, and subject to interest at an effective rate of 10.14% per year, calculated monthly and payable quarterly, beginning in October 2017, which can be reduced by 15% of the charges due to the lender's bonus for prompt payment. This credit line releases the amounts to Movida to the extent that the supporting documentation of purchases of property and equipment is provided, according to the rules of the fund's program.

On July 5, 2017, Movida's Board of Directors approved the 1st issue of simple, non-convertible, unregistered debentures. The issue was made in two series, the first series debentures in the amount of R$150,000 are subject to interest equivalent to 100% of the DI rate, plus 1.55% per year, with maturity on July 15, 2020. The second series debentures in the amount of R$250,000 are subject to interest equivalent to 100% of the DI rate, plus 2.7% per year, with maturity on July 15, 2022. The interest will be paid semi-annually. The amount was subscribed on July 27, 2017.

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