QUARTERLY FINANCIAL STATEMENTS

1st Quarter 2017

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Dear Shareholders,

We are pleased to present to you this discussion and analysis of the financial condition and results of operations of BM&FBOVESPA S.A. – Bolsa de Valores, Mercadorias e Futuros (BM&FBOVESPA or Company) for the quarter ended on March 31st, 2017 (1Q17).

BUSINESS COMBINATION BETWEEN BM&FBOVESPA AND CETIP

In Mar'17, the regulators concluded their analysis of the business combination between BM&FBOVESPA and Cetip, a precondition for the completion of the transaction, which, in turn, took place on March 29th, 2017, so that, as from this date, Cetip became a wholly-owned subsidiary of BM&FBOVESPA. This union originated one of the world's largest financial market infrastructure companies, called B3 – Brasil, Bolsa, Balcão.

This new Company was born with an even more complete portfolio of products and services that is fully integrated to the financial system and capable of serving its clients even more efficiently. The combined revenues of BM&FBOVESPA and Cetip totaled over R$4 billion in 2016, distributed into five main segments: BM&F (financial and commodities derivatives); Bovespa (equities and equity derivatives); UTVM - Cetip (securities segment); UFIN - Cetip (financing segment) and other revenues (with a special highlight to securities lending, depositary services and market data). Each of these segments has its own dynamics and are part of markets with growth potential.

OPERATING PERFORMANCE

Financial and Commodities Derivatives (BM&F segment)

The average daily volume on the BM&F segment totaled 3.7 million contracts in 1Q17, up 20.0% compared to the same period of the previous year (1Q16), primarily explained by the 63.6% increase in the volume traded of Mini contracts.

The growth in the Mini contracts group, which is composed mainly of Mini contracts of Stock indices (65.5%) and FX rates (34.5%), resulted from the increase in volumes traded by high frequency investors and individuals in this group of contracts.

Average Daily Volume *(thousands of contracts)*

Contracts	1Q17	1Q16	1Q17/1Q16 (%)	4Q16	1Q17/4Q16 (%)
Interest rates in BRL	1,644.1	1,455.6	*12.9%*	1,749.6	*-6.0%*
FX rates	400.2	435.5	*-8.1%*	416.4	*-3.9%*
Stock indices	79.8	105.6	*-24.4%*	103.8	*-23.1%*
Interest rates in USD	249.9	271.6	*-8.0%*	248.4	*0.6%*
Commodities	8.2	6.6	*24.7%*	6.3	*30.5%*
SUBTOTAL	**2,382.3**	**2,275.0**	***4.7%***	**2,524.5**	***-5.6%***
Mini contracts	1,307.8	799.3	*63.6%*	1,280.9	*2.1%*
TOTAL	**3,690.1**	**3,074.3**	***20.0%***	**3,805.5**	***-3.0%***

Excluding the effect of the Mini contracts, the average daily volume would have reached 2.4 million contracts in 1Q17, up 4.7% over 1Q16, reflecting the 12.9% increase in the volumes of BRL interest rate contracts, which is the most traded contract in the segment.

Average revenue per contract (RPC) fell 30.1% in comparison with 1Q16, influenced mainly by: (i) the appreciation of the *Real* against the US Dollar, which had a negative impact on the RPC of contracts denominated in US Dollar, in particular Interest rates in USD and FX rates, which decreased 33.2% and 22.9%, respectively; and (ii) the greater share of Mini contracts in the total volume (rising to 35.4% in 1Q17 from 26.0% in 1Q16), since their RPC is substantially lower than the average of other contracts in the BM&F segment (excluding the impact of the Mini contracts, average RPC would be 22.4% lower than in 1Q16).

Average RPC for Interest rates in BRL contracts also recorded a 10.0% drop against the same period of the previous year, reflecting a decrease in the average term of these contracts, since shorter term contracts have lower prices.

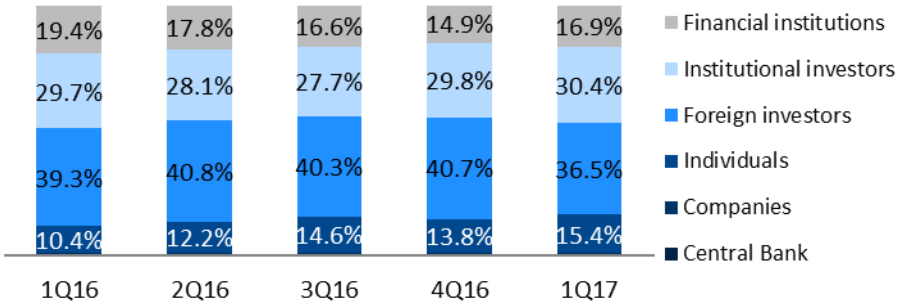
Average RPC *(R$)*

Contracts	1Q17	1Q16	1Q17/1Q16 (%)	4Q16	1Q17/4Q16 (%)
Interest rates in BRL	1.026	1.140	*-10.0%*	1.053	*-2.5%*
FX rates	3.403	4.415	*-22.9%*	3.480	*-2.2%*
Stock indices	1.690	1.847	*-8.5%*	1.834	*-7.9%*
Interest rates in USD	1.441	2.156	*-33.2%*	1.520	*-5.2%*
Commodities	1.908	2.396	*-20.4%*	2.284	*-16.5%*
AVERAGE (Ex Minis)	**1.495**	**1.925**	***-22.4%***	**1.534**	***-2.6%***
Mini contracts	0.223	0.270	*-17.4%*	0.221	*0.9%*
OVERALL AVERAGE	**1.044**	**1.495**	***-30.1%***	**1.092**	***-4.4%***

With regard to the participation of different groups of investors in this segment, the average volume traded by individuals rose 86.8% between 1Q16 and 1Q17, increasing their share in the total volume to 15.4% from 10.4%. It should be noted that, as

mentioned earlier, this increase occurred primarily in the Mini contracts. The volume of contracts traded by foreign investors, who accounted for the largest share of the segment with a 36.5% stake in 1Q17, increased 17.2%.

Distribution of Average Daily Volume by Investor Category *(%)*



Equities and Equity Derivatives (Bovespa segment)

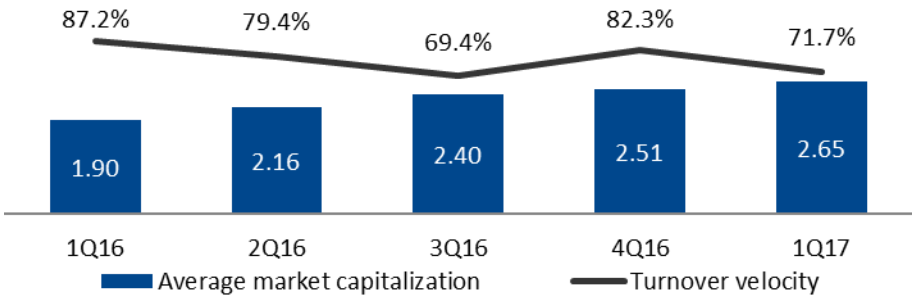
The average daily traded value (ADTV) in the Bovespa segment reached R$8.0 billion in 1Q17, up 15.6% over the same period of the previous year. This growth is primarily explained by a rise of 16.4% in the cash market, which accounted for 96.2% of the total volume of this segment for the quarter.

Average Daily Trading Value *(R$ million)*

Market	1Q17	1Q16	1Q17/1Q16 (%)	4Q16	1Q17/4Q16 (%)
Stocks and equity deriv.	8,040.6	6,954.5	*15.6%*	8,665.7	*-7.2%*
Cash market	7,735.7	6,646.4	*16.4%*	8,288.4	*-6.7%*
Derivatives	304.8	308.0	*-1.0%*	377.3	*-19.2%*
Options market (stocks / indices)	223.9	251.4	*-10.9%*	300.2	*-25.4%*
Forward market	80.9	56.6	*42.9%*	77.1	*5.0%*
Fixed income and other cash-market	1.6	2.3	*-31.5%*	2.3	*-29.9%*
TOTAL	**8,042.1**	**6,956.8**	***15.6%***	**8,668.0**	***-7.2%***

The average market capitalization[1] for the period stood at R$2.65 trillion, a 39.9% increase in comparison with 1Q16. This increase was partially offset by the drop in the level of market activity, measured by the turnover velocity[2], which was 71.7% in 1Q17 versus 87.2% in 1Q16.

Average Market Capitalization *(R$ trillion)* **and Turnover Velocity** *(%)*

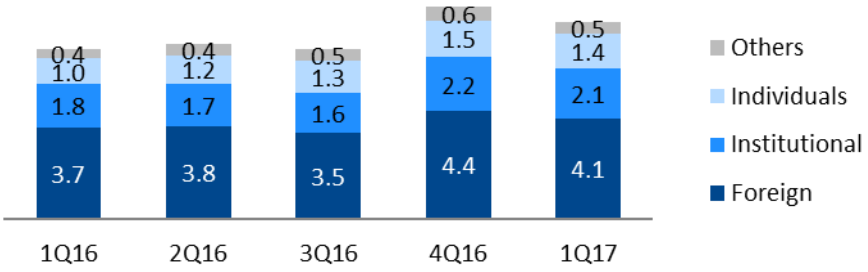


Trading and post-trading margins in this segment increased to 5.342 bps in 1Q17 from 5.264 bps in 1Q16, or 1.5%, primarily as a result of the lower participation of day trades, which are eligible for discounts by volume levels.

With regard to the trading volume by investor group, it is worthy of note that individual investors increased their ADTV by 38.9% in comparison with 1Q16, accounting for 17.9% of the total ADTV. Foreign investors continued to be the most representative in the segment, with 50.7% of total ADTV in 1Q17, followed by institutional investors with 25.6%.

[1] Market capitalization is the product of multiplying the number of shares issued by listed companies by their respective market prices.
[2] Turnover velocity is the result of dividing the volume traded on the cash market during the period, annualized, by the average market capitalization for the same period.

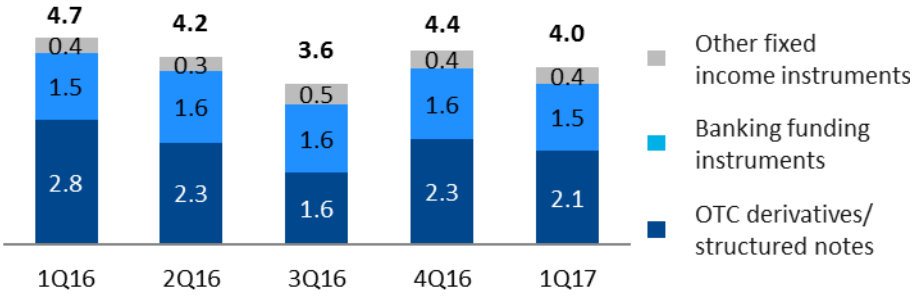
Distribution of Average Daily Trading Value by Investor Category *(R$ billion)*



Securities segment (UTVM Cetip)

Registration volume in the Securities segment was R$4.0 trillion in 1Q17, down 14.7% against the same period of the previous year, due to a 24.6% reduction in the volume of over-the-counter (OTC) derivatives and structured notes registered, to R$2.1 trillion. It is worth to highlight that between the end of 2015 and the beginning of 2016, there was significant volatility in the exchange rate, directly influencing the demand for hedging instruments during that period and consequently affecting comparisons between 1Q17 and 1Q16.

Registration Volume per Instrument *(R$ trillion)*



Average price charged for the registration of fixed income instruments presented a 4.2% decrease, reflecting changes in the mix of instruments registered in this group, primarily impacted by the growth in the volume of Interbank Deposits (DI), classified in lower price bands due to their terms and type of transaction (either intra-group or extra-group). On the other hand, the average price charged for the registration of OTC derivatives and structured notes grew 13.5%, as a result of changes in the mix of contracts and products registered, impacted by the increase in the volume of Derivatives Carried Out Abroad (DCE) and by the drop in the volume of forward transactions that exceeded the price ceiling.

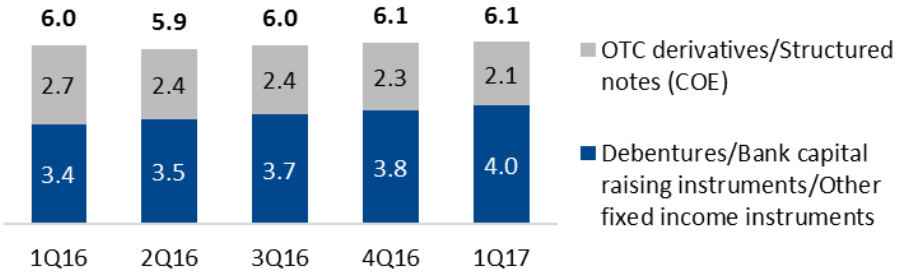
Average Registration Price[3] *(basis points - bps)*

	1Q17	1Q16	1Q17/1Q16 (%)	4Q16	1Q17/4Q16 (%)
Banking funding instruments	0.05	0.06	*-7.6%*	0.06	*-9.6%*
Other fixed income instruments	0.17	0.18	*-2.5%*	0.16	*3.8%*
Average volume fixed income	**0.08**	**0.08**	***-4.2%***	**0.08**	***-5.0%***
Average volume OTC derivatives/ structured notes (COE)	**0.04**	**0.04**	***13.5%***	**0.04**	***13.9%***

The stock of registered assets on which Custody fees are incurred stood at R$6.1 trillion, increasing 1.9% when compared to 1Q16. It is worth noting that the performance of the stock of bank funding instruments, within the group of fixed income assets, still reflects the switching of the stock of Bank Deposit Certificates (CDB) to the new pricing model introduced in Mar'15.

[3] It does not consider discounts and returns awarded to clients.

Maintenance / Custody Fee Volume per Instrument* *(R$ trillion)*



Average Custody Fee Price[3] *(basis points - bps)*

	1Q17	1Q16	1Q17/1Q16 (%)	4Q16	1Q17/4Q16 (%)
Bank capital raising instruments	0.11	0.12	*-6.4%*	0.11	*-2.1%*
Other fixed income instruments	0.05	0.04	*2.0%*	0.04	*6.6%*
Debentures	0.14	0.14	*-0.1%*	0.14	*1.0%*
Average volume fixed income	**0.08**	**0.08**	***-5.8%***	**0.08**	***-0.5%***
Average volume OTC derivatives/ structured notes (COE)	**0.04**	**0.04**	***6.5%***	**0.04**	***4.6%***

**Excludes custody fee by end users*

Monthly utilization service was impacted by the 1.8% fall in the average number of customers, which was partially offset by the 7.7% increase in the average price charged for the utilization service, mainly explained by the annual price adjustment for inflation (IGP-M).

The total number of transactions in 1Q17 was 101.1 million, up 17.9% against 1Q16, while the average price per transaction fell 1.6%.

The number of eletronic cash transfers (EFTs) processed by the Interbank Payments Chamber (CIP) totaled 114.3 million in 1Q17, a 28.8% increase over 1Q16, primarily as a result of the drop of the minimum value for EFTs, from R$250.00 to zero in Jan'16. On the other hand, the average price fell 18.4%, due to the volume increase, according to the progressive discounts offered.

	1Q17	1Q16	1Q17/1Q16 (%)	4Q16	1Q17/4Q16 (%)
Monthly Utilization					
Average number of clients	**12,273**	**12,502**	***-1.8%***	**12,208**	***0.5%***
Average price[3] (R$)	1,647	1,528	*7.7%*	1,538	*7.0%*
Transactions					
Total number of transactions	**101,078**	**85,728**	***17.9%***	**99,805**	***1.3%***
Average price[3] (R$)	0.47	0.48	*-1.6%*	0.45	*4.0%*
Interbank Payment Chamber (CIP)					
Processed electronic cash transfers (EFT)	**114,322**	**88,752**	***28.8%***	**115,800**	***-1.3%***
Average price[3] (R$)	0.10	0.12	*-18.4%*	0.09	*3.3%*

Financing segment (UFIN Cetip)

The number of registrations in the National Liens System (SNG) rose in line with the 7.2% increase in the number of vehicles financed. This increase is explained by the 4.6% growth in the total number of vehicles sold, whose financing penetration increased from 29.9% in 1Q16 to 30.7% in 1Q17.

There was a 10.3% rise over 1Q16 in the number of inclusions in the Contracts System, due to a combination of the 7.2% increase in the number of vehicles financed and the increase in market share, from 72.3% in 1Q16 to 74.4% in 1Q17.

	1Q17	1Q16	1Q17/1Q16 (%)	4Q16	1Q17/4Q16 (%)
SNG					
Number of vehicles sold *(millions)*	**3.9**	**3.8**	***4.6%***	**4.3**	***-9.4%***
New	*0.7*	*0.8*	*-10.8%*	*0.8*	*-10.3%*
Used	3.2	3.0	*8.7%*	3.6	*-9.2%*
Number of vehicles financed *(millions)*	**1.2**	**1.1**	***7.2%***	**1.2**	***-1.6%***
New	*0.4*	*0.4*	*-7.2%*	*0.4*	*-4.6%*
Used	0.8	0.7	*16.5%*	0.8	*0.0%*
% Vehicles financed / vehicles sold *(millions)*	**30.7%**	**29.9%**	***76 bps***	**28.3%**	***245 bps***
Contracts Systems					
Contracts Additions *(millions)*	**0.9**	**0.8**	***10.3%***	**0.9**	***-2.4%***
% Contracts additions / vehicles financed	**74.4%**	**72.3%**	***211 bps***	**75.1%**	***-65 bps***

INCOME STATEMENT

The Company's income statement for 1Q17 was impacted by the completion of the business combination between BM&FBOVESPA and Cetip on March 29th, 2017. Only two days of Cetip's results were consolidated in BM&FBOVESPA's results. Furthermore, non-recurring items related to the transaction impacted the income statement for the quarter.

Total revenue: total revenue reached R$676.5 million in 1Q17, 8.2% higher than in 1Q16, due to growth in volumes traded in the Bovespa segment and higher revenues not related to trading volume.

Expenses: expenses reached R$270.5 million in 1Q17, up 33.9% when compared to 1Q16, mainly due to extraordinary expenses related to the business combination between BM&FBOVESPA and Cetip, as will be explained below.

Net income: net income (attributable to shareholders) amounted to R$280.6 million in 1Q17, a 17.3% drop in comparison to 1Q16, primarily due to non-recurring items.

In order to give a better understanding of the combined Company's performance in 1Q17, we show below the main lines of the income statement, including Cetip's figures for the entire first quarter of 2017, highlighting also the group of non-recurring items recognized in 1Q17[4]. For the purposes of comparison, the same adjustments have been made for 1Q16.

Revenues *(combined)*

(In thousand of Brazilian Reals, unless otherwise indicated)	1Q17		1Q16		1Q17/1Q16 (%)	
	IFRS Accounting	Managerial Accounting	IFRS Accounting	Managerial Accounting	IFRS Accounting	Managerial Accounting
Total revenues	**676,502**	**1,043,494**	**625,387**	**977,841**	*8.2%*	*6.7%*
Trading/settlement - BM&F	**250,551**	**250,551**	**277,736**	**277,736**	*-9.8%*	*-9.8%*
Derivatives	245,522	245,522	272,308	272,308	-9.8%	-9.8%
Foreign exchange	5,029	5,029	5,428	5,428	-7.4%	-7.4%
Trading/settlement - Bovespa	**272,393**	**272,393**	**224,132**	**224,132**	*21.5%*	*21.5%*
Trading fees	44,066	44,066	36,019	36,019	22.3%	22.3%
Clearing fees	222,310	222,310	183,704	183,704	21.0%	21.0%
Others	6,017	6,017	4,409	4,409	36.5%	36.5%
Cetip - Securities segment (UTVM)	**8,328**	**274,949**	**-**	**262,947**	-	*4.6%*
Registration fees	803	25,164	-	27,193	-	-7.5%
Maintenance/custody	3,624	124,734	-	120,401	-	3.6%
Monthly utilization	1,442	60,551	-	57,207	-	5.8%
Transaction fees	1,567	38,352	-	34,254	-	12.0%
Other revenue from services	892	26,148	-	23,892	-	9.4%
Cetip - Financing segment (UTVM)	**3,327**	**103,658**	**-**	**89,505**	-	*15.8%*
SNG	1,205	38,420	-	35,054	-	9.6%
Contracts systems (Sircof)	1,583	48,118	-	40,501	-	18.8%
Market data and Development of solutions	527	16,712	-	13,164	-	27.0%
Other Revenues	12	408	-	786	-	-48.1%
Other revenues	**141,903**	**141,943**	**123,519**	**123,521**	*14.9%*	*14.9%*
Securities lending	26,991	26,991	23,156	23,156	16.6%	16.6%
Listing	14,478	14,478	13,555	13,555	6.8%	6.8%
Depository, custody and back-office	50,855	50,855	36,465	36,465	39.5%	39.5%
Trading access (Brokers)	8,330	8,330	9,779	9,779	-14.8%	-14.8%
Vendors	25,918	25,918	27,298	27,298	-5.1%	-5.1%
BM&FBOVESPA bank	10,233	10,254	9,326	9,338	9.7%	9.8%
Others	5,098	5,117	3,940	3,930	29.4%	30.2%
Revenue deductions	**(68,169)**	**(102,587)**	**(61,879)**	**(103,392)**	*10.2%*	*-0.8%*
PIS and Cofins	(58,189)	(85,907)	(53,633)	(80,498)	8.5%	6.7%
Service tax	(9,980)	(16,680)	(8,246)	(22,894)	21.0%	-27.1%
Net revenues	**608,333**	**940,907**	**563,508**	**874,449**	*8.0%*	*7.6%*

[4] The combined income statement takes into account the revenues, expenses and other income statement lines of BM&FBOVESPA and Cetip for the entire quarter, eliminating revenues and expenses of transactions carried out between these two companies.

Total revenue: reached R$1,043.5 million in 1Q17, 6.7% higher than in 1Q16, due to increased revenues in all segments except BM&F, as detailed below.

Revenues from trading, clearing and settlement - BM&F segment: amounted to R$250.6 million (24.0% of the total), 9.8% lower than in 1Q16, primarily explained by a 30.1% fall in average RPC, which was partially offset by: (i) a 20.0% rise in the average daily volume for the quarter; and (ii) the adoption of cash flow hedge accounting for part of the US Dollar-denominated revenue for this segment.

The Company set a cash flow hedge, designating a 1-year foreign currency loan taken in Dec'16 to cover the effects of currency variations on part of the revenues denominated in USD for this segment (FX rates and Interest rates in USD contracts), as of Feb'17[5], therefore reducing the impact of exchange rate variations on revenues for this segment and, at the same time, on the Company's financial revenues. Excluding the effect of this cash flow hedge, revenues for this segment would have fallen by 11.7% in comparison with 1Q16.

Revenues from trading, clearing and settlement - Bovespa segment: totaled to R$272.4 million (26.1% of the total), a 21.5% growth on 1Q16. Trading and post-trading revenues amounted to R$266.4 million, 21.2% higher than in the same period of the previous year, reflecting a 15.6% increase in ADTV and a 1.5% rise in trading and post-trading margins.

Revenues from the securities segment – UTVM Cetip: totaled R$274.9 million in 1Q17 (26.3% of the total), a 4.6% increase over 1Q16, due to: (i) 12.0% growth in transaction revenues; (ii) rise of 5.8% in monthly utilization revenues; (iii) increase of 3.6% in maintenance and custody revenues; and (iv) 7.5% reduction in registration revenues.

Revenues from the financing segment – UFIN Cetip: totaled R$103.7 million in 1Q17 (9.9% of total), up by 15.8% in comparison with 1Q16, due to increases of 9.6% and 18.8% in revenues from SNG and Contracts System, respectively, reflecting growth in the number of vehicles sold and financed.

Other revenues: revenues not tied to volumes traded reached R$141.9 million (13.6% of the total) in 1Q17, up by 14.9% against the same period of the previous year. The main highlights were:

- **Securities lending**: amounted to R$27.0 million (2.6% of total), 16.6% higher than in 1Q16, primarily due to a 14.7% increase in the average financial volume of open interest positions on the securities lending platform.
- **Depositary, custody and back office:** totaled R$50.9 million (4.9% of the total), up by 39.5% against 1Q16, mainly due to an increase of 118.6% in revenues from *Tesouro Direto*, which amounted to R$20.4 million in 1Q17, and to inflation pass through to certain depositary services' prices as from Jan'17.

Net revenues: increased 7.6% year-over-year, reaching R$940.9 million in 1Q17.

Expenses *(combined)*

(In thousand of Brazilian Reals, unless otherwise indicated)	1Q17		1Q16		1Q17/1Q16 (%)	
	IFRS Accounting	Managerial Accounting	IFRS Accounting	Managerial Accounting	IFRS Accounting	Managerial Accounting
Expenses	**(270,457)**	**(754,518)**	**(202,037)**	**(320,649)**	***33.9%***	***135.3%***
Personnel	(115,281)	(171,966)	(106,275)	(160,935)	*8.5%*	*6.9%*
Data processing	(37,162)	(58,038)	(35,856)	(54,926)	*3.6%*	*5.7%*
Deprec. and amortization	(26,399)	(52,976)	(23,814)	(49,911)	*10.9%*	*6.1%*
Third-party services	(7,680)	(11,967)	(8,614)	(11,461)	*-10.8%*	*4.4%*
Maintenance	(3,858)	(5,053)	(3,740)	(4,898)	*3.2%*	*3.2%*
Communication	(1,262)	(2,538)	(1,604)	(2,828)	*-21.3%*	*-10.3%*
Marketing	(3,102)	(5,155)	(1,581)	(3,606)	*96.2%*	*43.0%*
Taxes	(1,728)	(2,769)	(1,821)	(1,979)	*-5.1%*	*39.9%*
Board/comittees compensation	(2,710)	(4,248)	(2,307)	(3,021)	*17.5%*	*40.6%*
Related to the combination with Cetip	(45,432)	(275,700)	-	(4,565)	*-*	*5,939.4%*
Others	(25,843)	(164,107)	(16,425)	(22,519)	*57.3%*	*628.7%*

[5] The average RPC for the FX rates and Interest rates in USD contracts in 1Q16 reflects the average PTAX closing rate at the end of the months of Dec'15 and Jan'16 and Feb'16 (R$3.98), while the average RPC for 1Q17 considers the average PTAX closing rate at the end of the months of Dec'16 and Jan'17 and Feb'17 (R$3.16). However, with the adoption of the cash flow hedge in Feb'7 and Mar'17, by designating a foreign currency loan to cover the effects of currency variations on part of the revenues generated by these contracts, revenues in 1Q17 were recognized using an exchange rate of R$3.37.

Expenses amounted to R$754.5 million in 1Q17, impacted by R$275.7 million in extraordinary items related to the business combination between BM&FBOVESPA and Cetip and by the recognition of provisions, without any cash effect, totaling R$134.3 million.

- **Personnel**: totaled R$172.0 million in 1Q17, a 6.9% increase in comparison to the same period of the previous year, mainly reflecting the annual salary adjustment (annual collective bargaining agreement) which came into effect in Aug'16.
- **Related to the business combination with Cetip**: amounted to R$275.7 million in 1Q17, reflecting extraordinary expenses arising from the business combination with Cetip. This line primarily consists of: (i) R$175.7 million in extraordinary personnel expenses (payments related to severance, retentions and payroll charges on the consideration paid to cancel stock options previously granted to former Cetip staff[6]); (ii) R$54.5 million in success fees paid to advisors on the business combination; and (iii) R$35.3 million in assets writing off related to Cetip's investments to be discontinued after the completion of the business combination and other provisions.
- **Others**: totaled R$164.1 million in 1Q17, mainly explained by the increase in provisions, including: (i) extraordinary impact of R$134.3 million to harmonize the methods of classifying probabilities of loss (remote, possible and probable) for certain lawsuits involving Cetip; and (ii) R$11.8 million related to legal dispute with Spread Corretora, since part of the amount under discussion is updated according to the price of BVMF3 shares.

Impairment of assets *(combined)*

As part of the business combination between BM&FBOVESPA and Cetip, the Company carried out a valuation of its assets for which there might be indications of impairment. Hence, an impairment loss of R$65.5 million was recognized for the Company's iBalcão platform.

Financial Result *(combined)*

(In thousand of Brazilian Reals, unless otherwise indicated)	1Q17		1Q16		1Q17/1Q16 (%)	
	IFRS Accounting	Managerial Accounting	IFRS Accounting	Managerial Accounting	IFRS Accounting	Managerial Accounting
Financial result	**158,130**	**198,826**	**160,543**	**198,750**	*-1.5%*	*0.0%*
Financial income	400,365	476,564	229,507	263,900	*74.4%*	*80.6%*
Financial expenses	(242,235)	(277,738)	(68,964)	(65,150)	*251.2%*	*326.3%*

The financial result was R$198.8 million in 1Q17, flat over the same period of the previous year.

- **Financial income**: totaled R$476.6 million, 80.6% higher than in 1Q16, primarily explained by the increase in average cash position during the quarter, including R$8.4 billion retained for the payment to former shareholders of Cetip of the cash portion of the combination between BM&FBOVESPA and Cetip, which was made on April 28th, 2017.
- **Financial expenses**: totaled R$277.7 million, a rise of 326.3% over 1Q16, mainly explained by increases in expenses related to: (i) accrual of interest on the debentures issued by the Company in Dec'16; and (ii) short position in local interest rate in the FX swap for the principal debt in foreign currency raised in Mar'16.

Income tax and social contribution *(combined)*

(In thousand of Brazilian Reals, unless otherwise indicated)	1Q17		1Q16		1Q17/1Q16 (%)	
	IFRS Accounting	Managerial Accounting	IFRS Accounting	Managerial Accounting	IFRS Accounting	Managerial Accounting
Income tax and social contribution	**(149,838)**	**(110,738)**	**(182,534)**	**(278,120)**	*-17.9%*	*-60.2%*
Current	(43,496)	(87,051)	(13,297)	(80,021)	*227.1%*	*8.8%*
Deferred	(106,342)	(23,687)	(169,237)	(198,099)	*-37.2%*	*-88.0%*

Income tax and social contribution amounted to R$110.7 million in 1Q17, also affected by the completion of the business combination between BM&FBOVESPA and Cetip. Most of the extraordinary expenses recognized during this quarter are

[6] Within the business combination between BM&FBOVESPA and Cetip, vestings of stock option plan granted to Cetip employees were brought forward and, subsequently, cancelled pursuant to the payment of cash consideration. Of the total paid: (i) R$168.3 million related to the fair value of these instruments were recognized in Cetip's Shareholders' Equity, having no impact on its results for the period; and (ii) R$102.9 million, primarily consisting of charges recognized as expenses in 1Q17, and the net impact on the result – after the deductions for the purposes of assessing the income tax and social contribution – totaled R$70.0 million. For the purposes of consolidation in the Company's financial statements, the total amount of R$271.2 million (R$168.3 million + R$102.9 million) was included in the Cetip's Shareholders' Equity Base used to prepare the Purchase Price Allocation (PPA) report.

deductible or will be deductible in the future. This resulted in a drop in the Company's tax base, reducing current income tax and social contribution, and the creation of tax assets which, in turn, affected deferred income tax and social contribution.

Net income *(combined)*

(In thousand of Brazilian Reals, unless otherwise indicated)	1Q17		1Q16		1Q17/1Q16 (%)	
	IFRS Accounting	Managerial Accounting	IFRS Accounting	Managerial Accounting	IFRS Accounting	Managerial Accounting
Net income	**280,671**	**209,145**	**339,480**	**474,719**	*-17.3%*	*-55.9%*
Net margin	*46.1%*	*22.2%*	*60.2%*	*54.3%*	*-1,411 bps*	*-3,206 bps*
Attributable to:						
BM&FBOVESPA´s shareholders	**280,552**	**209,026**	**339,327**	**474,566**	*-17.3%*	*-56.0%*
Net margin	*46.1%*	*22.2%*	*60.2%*	*54.3%*	*-1,410 bps*	*-3,205 bps*
Minority interest	119	119	153	153	*-22.2%*	*-22.2%*

Net income (attributable to shareholders) reached R$209.0 million in 1Q17, a 56.0% decrease over the same period of the previous year. This comparison is affected by extraordinary items related to the business combination between BM&FBOVESPA and Cetip, the recognition of provisions and impairment of assets.

Net income adjustments	1Q17	1Q16	1Q17/1Q16 (%)
Net income (attributable to shareholders)	**209,026**	**474,566**	**-56.0%**
(+) Transaction with Cetip (net of taxes)	182,736	3,013	-
(+) Extraordinary provisions (net of taxes)	88,607	-	-
(+) Impairment (net of taxes)	43,235	-	-
Net income ex- non-recurring items	**523,604**	**477,579**	**9.6%**

Excluding these extraordinary items, net income would have reached R$523.6 million in 1Q17, a 9.6% increase in comparison with the 1Q16.

MAIN ITEMS OF THE CONSOLIDATED BALANCE SHEET AS OF MARCH 31, 2017

Assets, Liabilities and Shareholders' Equity Accounts

As mentioned above, with the completion of the transaction for combining the activities of BM&FBOVESPA and Cetip, in Mar'17, the assets, liabilities and shareholders' equity accounts described below include the consolidated information for the two companies at the end of Mar'17, while those as of December 31, 2016, do not.

The Company ended the quarter with total assets of R$46.0 billion, up 47.7% over Dec'16, and shareholders' equity of R$24.1 billion, a 26.5% increase in the same period.

The main changes in the Company's assets were in goodwill and software and projects lines, which amounted to R$22.3 billion and R$5.9 billion, respectively, in Mar'17, compared to R$14.4 billion and R$0.9 billion at the end of Dec'16. These significant increases are the result of the business combination with Cetip and reflect the result of the Purchase Price Allocation (PPA).

Current liabilities totaled R$12.9 billion, versus R$3.7 billion in Dec'16, composed mainly by the liability to the former shareholders of Cetip regarding the cash payment for the business combination between BM&FBOVESPA and Cetip in the amount of R$8.4 billion, which was made on April 28th, 2017. In non-current liabilities, it is worth noting the increase in provisions for tax, civil, labor and other risks, primarily resulting from the harmonization of the method for classifying the probability of losses (remote, possible and probable) of certain lawsuits in which Cetip is a party.

Shareholders' equity at the end of Mar'17 amounted to R$24.1 million, primarily consisting of the capital reserve of R$18.4 billion and capital stock of R$3.2 billion.

OTHER FINANCIAL INFORMATION

Investments

In 1Q17, investments of R$104.6 million were made. Of this total, R$94.6 million were invested by the Company, particularly in the technological update of PUMA and the equities phase of the new BM&FBOVESPA Clearinghouse, and R$10 million by Cetip.

Distribution of Proceeds

On May 12th, 2017, the Board of Directors approved the payment of interest on capital amounting to R$140,3 million, payable on June 7th, 2017, based on the register of shareholders on May 22nd, 2017.

OTHER HIGHLIGHTS

Updating of strategic initiatives

BM&FBOVESPA Clearinghouse (post-trading integration): in 1Q17, BM&FBOVESPA completed the 15th parallel production cycle of the second phase of the BM&FBOVESPA Clearinghouse, which will transfer the equity and corporate fixed income markets to a new infrastructure integrated with the financial, commodities and OTC derivatives. In view of the results obtained in this parallel production cycle, BM&FBOVESPA announced to market participants its plan to launch the second phase of the BM&FBOVESPA Clearinghouse, which conclusion will depend on regulatory approval.

International Qualification of BM&FBOVESPA Clearinghouses: on March 29th, 2017, the European Securities Market Authority (ESMA) recognized BM&FBOVESPA's clearinghouses as third-country qualified central counterparties ("Qualified CCPs"). On December 15th, 2016, the European Commission determined the equivalence of Brazil's legal framework to the EMIR, for the activities of central counterparties authorized to operate in Brazil, a precondition for obtaining the recognition of ESMA. In the context of the Basel III regulations, the status of Qualified CCP is important for determining capital allocation by foreign financial institutions with exposure to the credit risk of the CCP.

Enhancements to the Special Listing Segments: after a number of public hearings had been held in 2016, BM&FBOVESPA published a new version of the Novo Mercado and Level 2 regulations in Mar'17, prior to the start of the restricted hearing. During this phase, only companies listed in these segments will have a say. Voting will take place in two stages: (i) approval of basic regulations, including changes in the rules for shares in free-float, pre-operational companies, the board of directors (including the definition of an independent member), inspection and controls, corporate restructuring and delisting; and (ii) approval of four additional items, namely the assessment of managers, social and environmental reporting, the acquisition of a material shareholder position (in this case, only for Novo Mercado) and the amendment to the quorum for delisting from 1/3 to 50%. The voting period for the restricted hearing will be from June 1st to 23rd, 2017. The results of the vote will then be published, and unless the new regulations are rejected by more than 1/3 of the companies listed on these segments, they will be submitted to the regulator for final approval.

Investments in Latin American exchanges: as part of BM&FBOVESPA's strategic plan for developing the Latin American market, a representative was appointed to the board of the Bolsa de Comercio de Santiago, in Apr'17, and to the board of Bolsa de Valores de Colombia (Mar'17), where interests amounting to 10.4% and 9.9% are held, respectively. Previously, in Jan'17, BM&FBOVESPA had purchased 8.19% of the total capital of Bolsa de Valores de Lima, Peru, and had appointed a member to its board. BM&FBOVESPA also has an interest of 4.1% in the Bolsa Mexicana de Valores.

Progress with UFIN Projects: the roll-out of the Electronic Report system was completed for the whole of Brazil, upgrading the electronic solution and guaranteeing consumers, dealers and banks more security on the terms of assets financed. In Mar'17, more than 30% of the financing of used vehicles was registered on the platform. Increased efforts were made to develop products for the real estate platform, in view of Central Bank Resolution 4,088, governing the submission of information on Real Estate finance agreements, which will come into force in Oct'17, and to expand the pilot schemes for online registration of properties. More than 400 cases have been registered, connecting banks and some 40 notary's offices in the state of São Paulo. We should also mention the authorization granted by the Central Bank for the operation of the platform and the partnership entered into with the Brazilian Association of Real Estate Lending and Savings (Abecip), standardizing and facilitating the use of our Real Estate Platform products by customers of the sector.

Sustainability and private social investment

In March, the Company hosted the Ring the Bell for Gender Equality event, with 43 stock exchanges around the world ringing their bells to symbolize the promotion of gender equality in the private sector. The Company became a signatory to the Women's Empowerment Principles (WEPs), the first exchange in the Americas and the sixth in the world to do so.

The agenda for private social investment included twenty new projects for the BVSA – Social and Environmental Values Exchange, a virtual platform of Instituto BM&FBOVESPA to raise funds for Brazilian social organizations. The projects are selected by BrazilFoundation and are aligned with the Sustainable Development Goals (SDG).

EXTERNAL AUDIT

In 1Q17, the Company and its subsidiaries have retained Ernst & Young Auditores Independentes, except for Cetip S.A. that hired PricewaterhouseCoopers to provide audit services for their financial statements.

The policy of the Company and its subsidiaries for engaging external audit services is based on internationally accepted principles, which preserve the independence of works of this nature and include the following conditions: (i) the auditor may not perform executive or management functions in the Company or its subsidiaries; (ii) the auditor may not perform operational activities in the Company or its subsidiaries that might compromise the efficacy of the audit work; and (iii) the auditor must remain impartial – avoiding any conflicts of interest or loss of independence – and must be objective in their opinions and pronouncements on the financial statements.

In 1Q17, no services were provided by Ernst & Young Auditores Independentes or related parties other than those involving external audit.

Still in 1Q17, other services not related to the external audit were contracted with PricewaterhouseCoopers or related parties, at an individual or accumulated level higher than 5% of the total fees related to the external audit services. These services accounted for 416% of the external audit contract in 1Q17 and refer to: (i) Advisory services for fulfilling regulatory obligations in Luxembourg (R$52 thousand); (ii) Advisory services for IT architecture updating (R$437 thousand); and (iii) Limited assurance services for measuring the fair value of existing stock option plans at Cetip (R$180 thousand), with the latter being contracted by BM&FBOVESPA.

Justification of Independent Auditors - PricewaterhouseCoopers Auditores Independentes

The provision of services non-related to the external audit neither impacts the independence nor the objectivity when carrying out external audit reviews. The Company’s policy when providing professional services not related to the external audit is based on principles that preserve the Auditor's independence, which were complied with in the provision of the above-mentioned services.

COMBINED INCOME STATEMENT

(In thousand of Brazilian Reals, unless otherwise indicated)	1Q17		1Q16		1Q17/1Q16 (%)	
	IFRS Accounting	Managerial Accounting	IFRS Accounting	Managerial Accounting	IFRS Accounting	Managerial Accounting
Total revenues	**676,502**	**1,043,494**	**625,387**	**977,841**	*8.2%*	*6.7%*
Trading/settlement - BM&F	**250,551**	**250,551**	**277,736**	**277,736**	*-9.8%*	*-9.8%*
Derivatives	245,522	245,522	272,308	272,308	-9.8%	-9.8%
Foreign exchange	5,029	5,029	5,428	5,428	-7.4%	-7.4%
Trading/settlement - Bovespa	**272,393**	**272,393**	**224,132**	**224,132**	*21.5%*	*21.5%*
Trading fees	44,066	44,066	36,019	36,019	22.3%	22.3%
Clearing fees	222,310	222,310	183,704	183,704	21.0%	21.0%
Others	6,017	6,017	4,409	4,409	36.5%	36.5%
Cetip - Securities segment (UTVM)	**8,328**	**274,949**	**-**	**262,947**	-	*4.6%*
Registration fees	803	25,164	-	27,193	-	-7.5%
Maintenance/custody	3,624	124,734	-	120,401	-	3.6%
Monthly utilization	1,442	60,551	-	57,207	-	5.8%
Transaction fees	1,567	38,352	-	34,254	-	12.0%
Other revenue from services	892	26,148	-	23,892	-	9.4%
Cetip - Financing segment (UTVM)	**3,327**	**103,658**	**-**	**89,505**	-	*15.8%*
SNG	1,205	38,420	-	35,054	-	9.6%
Contracts systems (Sircof)	1,583	48,118	-	40,501	-	18.8%
Market data and Development of solutions	527	16,712	-	13,164	-	27.0%
Other Revenues	12	408	-	786	-	-48.1%
Other revenues	**141,903**	**141,943**	**123,519**	**123,521**	*14.9%*	*14.9%*
Securities lending	26,991	26,991	23,156	23,156	16.6%	16.6%
Listing	14,478	14,478	13,555	13,555	6.8%	6.8%
Depository, custody and back-office	50,855	50,855	36,465	36,465	39.5%	39.5%
Trading access (Brokers)	8,330	8,330	9,779	9,779	-14.8%	-14.8%
Vendors	25,918	25,918	27,298	27,298	-5.1%	-5.1%
BM&FBOVESPA bank	10,233	10,254	9,326	9,338	9.7%	9.8%
Others	5,098	5,117	3,940	3,930	29.4%	30.2%
Revenue deductions	**(68,169)**	**(102,587)**	**(61,879)**	**(103,392)**	*10.2%*	*-0.8%*
PIS and Cofins	(58,189)	(85,907)	(53,633)	(80,498)	8.5%	6.7%
Service tax	(9,980)	(16,680)	(8,246)	(22,894)	21.0%	-27.1%
Net revenues	**608,333**	**940,907**	**563,508**	**874,449**	*8.0%*	*7.6%*
Expenses	**(270,457)**	**(754,518)**	**(202,037)**	**(320,649)**	*33.9%*	*135.3%*
Personnel	(115,281)	(171,966)	(106,275)	(160,935)	8.5%	6.9%
Data processing	(37,162)	(58,038)	(35,856)	(54,926)	3.6%	5.7%
Deprec. and amortization	(26,399)	(52,976)	(23,814)	(49,911)	10.9%	6.1%
Third-party services	(7,680)	(11,967)	(8,614)	(11,461)	-10.8%	4.4%
Maintenance	(3,858)	(5,053)	(3,740)	(4,898)	3.2%	3.2%
Communication	(1,262)	(2,538)	(1,604)	(2,828)	-21.3%	-10.3%
Marketing	(3,102)	(5,155)	(1,581)	(3,606)	96.2%	43.0%
Taxes	(1,728)	(2,769)	(1,821)	(1,979)	-5.1%	39.9%
Board/comittees compensation	(2,710)	(4,248)	(2,307)	(3,021)	17.5%	40.6%
Related to the combination with Cetip	(45,432)	(275,700)	-	(4,565)	-	5,939.4%
Others	(25,843)	(164,107)	(16,425)	(22,519)	57.3%	628.7%
Operating income	**337,876**	**186,389**	**361,471**	**553,800**	*-6.5%*	*-66.3%*
Operating margin	*55.5%*	*19.8%*	*64.1%*	*63.3%*	-861 bps	-4,352 bps
Impairment	**(65,508)**	**(65,508)**	**-**	**-**	-	-
Equity in income of investees	**11**	**176**	**-**	**289**	-	*-39.1%*
Financial result	**158,130**	**198,826**	**160,543**	**198,750**	*-1.5%*	*0.0%*
Financial income	400,365	476,564	229,507	263,900	74.4%	80.6%
Financial expenses	(242,235)	(277,738)	(68,964)	(65,150)	251.2%	326.3%
Income before taxes	**430,509**	**319,883**	**522,014**	**752,839**	*-17.5%*	*-57.5%*
Income tax and social contribution	**(149,838)**	**(110,738)**	**(182,534)**	**(278,120)**	*-17.9%*	*-60.2%*
Current	(43,496)	(87,051)	(13,297)	(80,021)	227.1%	8.8%
Deferred	(106,342)	(23,687)	(169,237)	(198,099)	-37.2%	-88.0%
Net income	**280,671**	**209,145**	**339,480**	**474,719**	*-17.3%*	*-55.9%*
Net margin	*46.1%*	*22.2%*	*60.2%*	*54.3%*	-1,411 bps	-3,206 bps
Attributable to:						
BM&FBOVESPA´s shareholders	**280,552**	**209,026**	**339,327**	**474,566**	-17.3%	-56.0%
Net margin	*46.1%*	*22.2%*	*60.2%*	*54.3%*	-1,410 bps	-3,205 bps
Minority interest	119	119	153	153	-22.2%	*-22.2%*

Quarterly Information (ITR)

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

March 31, 2017
with Independent Auditor's Report

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

Quarterly Information

March 31, 2017

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A free translation from Portuguese into English of Independent Auditors' Review Report on individual and consolidated quarterly information prepared in Brazilian currency in accordance with accounting practices adopted in Brazil and in accordance with International Financial Reporting Standards (IFRS), issued by the International Accounting Standards Board (IASB).

Independent auditor's report on quarterly information

The Shareholders, Board of Directors and Officers

BM&F BOVESPA S.A.– Bolsa de Valores, Mercadorias e Futuros
São Paulo, Brazil

We have reviewed the accompanying individual and consolidated interim financial information of BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros ("Company"), contained in the Quarterly Information Form (ITR) for the three-month period ended March 31, 2017, which comprises the balance sheet as at March 31, 2017 and the related statements of income, of comprehensive income, of changes in equity and of cash flows for the three-month period then ended, including explanatory information.

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

Scope of review

We conducted our review in accordance with Brazilian and International Standards on Review Engagements (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 International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Uma empresa-membro da Ernst & Young Global Limited

Building a better working world

Conclusion on the individual and consolidated interim financial information

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

Other matters

Statements of value added

We have also reviewed the individual and consolidated Statements of Value Added (SVA) for the three-month period ended March 31, 2017, prepared under the responsibility of Company management, the presentation of which in the interim financial information is required by the rules issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of Quarterly Information (ITR), and as supplementary information under the IFRS, whereby no SVA presentation is required. These statements have been subject to the same review procedures previously described and, based on our review, nothing has come to our attention that causes us to believe that they were not prepared, in all material respects, consistently with the overall interim financial information.

São Paulo, May 12, 2017.

ERNST & YOUNG
Auditores Independentes S.S.
CRC-2SP015199/O-6

Eduardo Wellichen
Accountanto CRC-1SP184050/O-6

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

Balance sheet
March 31, 2017 and December 31, 2016
(In thousands of reais)

		BM&FBOVESPA		Consolidated	
	Note	03/31/2017	12/31/2016	03/31/2017	12/31/2016
Assets					
Current assets		**13,320,032**	13,090,306	**13,804,755**	11,612,517
Cash and cash equivalents	4(a)	**274,483**	331,978	**262,320**	319,124
Financial investments and marketable securities	4(b)	**12,594,530**	12,426,337	**12,868,729**	10,964,214
Derivative financial instruments	4(c)	**1,280**	5,600	**1,280**	5,600
Accounts receivable	5	**74,034**	90,896	**219,070**	91,645
Other receivables	6	**41,841**	14,030	**70,901**	10,289
Taxes to be offset and recoverable	19(d)	**293,581**	179,553	**332,592**	179,694
Prepaid expenses		**40,283**	41,912	**49,863**	41,951
Noncurrent assets		**30,517,047**	17,612,629	**32,209,308**	19,543,358
Long-term receivables		**1,580,435**	1,699,835	**3,145,972**	3,749,282
Financial investments and marketable securities	4(b)	**1,393,946**	1,517,478	**2,792,632**	3,564,243
Judicial deposits	14(h)	**168,422**	162,278	**326,694**	162,760
Other receivables	6	**-**	-	**4,030**	2,200
Prepaid expenses		**18,067**	20,079	**22,616**	20,079
Investments		**13,179,735**	150,574	**44,947**	29,117
Interest held in associate	7(a)	**-**	-	**16,210**	-
Interest held in subsidiaries	7(a)	**13,179,735**	150,574	**-**	-
Investment properties	7(b)	**-**	-	**28,737**	29,117
Property and equipment	8	**506,218**	460,014	**583,539**	462,753
Intangible assets	2(d) and 9	**15,250,659**	15,302,206	**28,434,850**	15,302,206
Goodwill		**14,401,628**	14,401,628	**22,320,013**	14,401,628
Software and projects		**849,031**	900,578	**5,873,770**	900,578
Contractual relations		**-**	-	**50,936**	-
Trademark		**-**	-	**190,131**	-
Total assets		**43,837,079**	30,702,935	**46,014,063**	31,155,875

See accompanying notes.

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

Balance sheet
March 31, 2017 and December 31, 2016
(In thousands of reais)

		BM&FBOVESPA		Consolidated	
	Note	03/31/2017	12/31/2016	03/31/2017	12/31/2016
Liabilities and equity					
Current liabilities		**11,289,030**	3,229,631	**12,904,695**	3,657,832
Collaterals for transactions	17	**1,727,640**	1,653,835	**1,727,640**	1,653,835
Earnings and rights on securities in custody	10	**55,407**	52,203	**55,407**	52,203
Suppliers		**42,905**	45,388	**162,701**	45,601
Salaries and social charges		**123,938**	139,905	**488,987**	140,535
Provision for taxes and contributions payable	11	**37,161**	90,041	**71,307**	93,008
Income tax and social contribution		**16,875**	8,179	**32,519**	13,132
Interest payable on debt issued abroad	12(a)	**25,791**	58,794	**25,791**	58,794
Loans	12(b)	**330,749**	373,919	**499,146**	373,919
Debentures	12(c)	**113,001**	17,495	**615,668**	17,495
Derivative financial instruments	4(c)	**550,003**	405,971	**550,003**	405,971
Dividends and interest on equity payable		**2,377**	318,827	**3,750**	318,827
Other liabilities	13	**8,241,994**	65,074	**8,622,595**	484,512
Revenues to be allocated		**21,189**	-	**49,181**	-
Noncurrent liabilities		**8,435,904**	8,406,834	**8,987,189**	8,421,658
Debt issued abroad	12(a)	**1,934,116**	1,987,669	**1,934,116**	1,987,669
Loans	12(b)	**-**	33,949	**327,398**	33,949
Debentures	12(c)	**2,992,509**	2,991,806	**2,992,509**	2,991,806
Deferred income tax and social contribution tax	19	**3,091,647**	2,976,125	**2,983,977**	2,976,125
Provisions for tax, civil, labor and other contingencies	14(e)	**371,197**	356,556	**665,833**	371,380
Obligation with post-retirement health care benefits	18(d)	**21,080**	21,080	**21,080**	21,080
Other liabilities	13	**25,355**	39,649	**26,685**	39,649
Revenues to be allocated		**-**	-	**35,591**	-
Equity	15	**24,112,145**	19,066,470	**24,122,179**	19,076,385
Capital and reserves attributable to shareholders of BM&FBovespa					
Capital		**3,198,655**	2,540,239	**3,198,655**	2,540,239
Capital reserve		**18,361,990**	14,327,523	**18,361,990**	14,327,523
Revaluation reserves		**19,457**	19,603	**19,457**	19,603
Income reserves		**2,497,828**	2,497,828	**2,497,828**	2,497,828
Treasury shares		**(249,257)**	(306,022)	**(249,257)**	(306,022)
Other comprehensive income		**2,774**	(12,701)	**2,774**	(12,701)
Retained earnings		**280,698**	-	**280,698**	-
		24,112,145	19,066,470	**24,112,145**	19,066,470
Non-controlling interests		**-**	-	**10,034**	9,915
Total liabilities and equity		**43,837,079**	30,702,935	**46,014,063**	31,155,875

See accompanying notes.

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

Statement of income
Quarters ended March 31, 2017 and 2016
(In thousands of reais, unless otherwise stated)

		BM&FBOVESPA		Consolidated	
	Note	1Q 2017	1Q 2016	1Q 2017	1Q 2016
Revenues	20	**586,568**	552,813	**608,333**	563,508
Expenses		**(259,061)**	(196,330)	**(270,457)**	(202,037)
General and administrative					
Personnel and charges		**(109,213)**	(102,674)	**(115,281)**	(106,275)
Data processing		**(35,910)**	(35,357)	**(37,162)**	(35,856)
Depreciation and amortization		**(25,178)**	(23,417)	**(26,399)**	(23,814)
Third-party services		**(7,303)**	(8,366)	**(7,680)**	(8,614)
Maintenance in general		**(3,279)**	(3,226)	**(3,858)**	(3,740)
Communications		**(1,196)**	(1,583)	**(1,262)**	(1,604)
Promotion and publicity		**(2,992)**	(1,511)	**(3,102)**	(1,581)
Taxes and charges		**(1,288)**	(1,491)	**(1,728)**	(1,821)
Board and committee members' compensation		**(2,664)**	(2,307)	**(2,710)**	(2,307)
Advisory services - combination		**(45,432)**	-	**(45,432)**	-
Sundry expenses	21	**(24,606)**	(16,398)	**(25,843)**	(16,425)
Impairment of assets	9	**(65,508)**	-	**(65,508)**	-
Equity pickup	7(a)	**8,457**	3,820	**11**	-
Financial result	22	**157,086**	159,267	**158,130**	160,543
Financial income		**397,034**	227,981	**400,365**	229,507
Financial expenses		**(239,948)**	(68,714)	**(242,235)**	(68,964)
Income before income taxes		**427,542**	519,570	**430,509**	522,014
Income tax and social contribution	19(c)	**(146,990)**	(180,243)	**(149,838)**	(182,534)
Current		**(39,463)**	(11,006)	**(43,496)**	(13,297)
Deferred		**(107,527)**	(169,237)	**(106,342)**	(169,237)
Net income for the period		**280,552**	339,327	**280,671**	339,480
Attributable to:					
Shareholders of BM&FBOVESPA		**280,552**	339,327	**280,552**	339,327
Non-controlling interests				**119**	153
Earnings per share attributable to shareholders of BM&FBOVESPA (in R$ per share)	15(h)				
Basic earnings per share				**0.141857**	0.189951
Diluted earnings per share				**0.141096**	0.188477

See accompanying notes.

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

Statement of comprehensive income
Quarters ended March 31, 2017 and 2016
(In thousands of reais, unless otherwise stated)

		BM&FBOVESPA		Consolidated	
	Note	1Q 2017	1Q 2016	1Q 2017	1Q 2016
Net income for the year		**280,552**	339,327	**280,671**	339,480
Other comprehensive income to be reclassified to P&L for the year in subsequent periods		**15,475**	(3,637)	**15,475**	(3,637)
Translation adjustments					
Exchange rate variation on investment in foreign associate	7(a)	**(63)**	(420)	**(63)**	(420)
Exchange rate variation on available-for-sale financial assets, net of taxes		**4,694**	(295,938)	**4,694**	(295,938)
		4,631	(296,358)	**4,631**	(296,358)
Cash flow hedge					
Cash flow hedge instrument value, net of taxes	4(c)	**8,110**	-	**8,110**	-
Cash flow hedge instrument value - discontinued, net of taxes		**-**	95,366	**-**	95,366
Cash flow hedge instrument value - firm commitment, net of taxes	4(c)	**779**	(3,587)	**779**	(3,587)
Transfer to income and non-financial asset, net of taxes	4(c)	**(30)**	375	**(30)**	375
Transfer to income of hedge instrument, net of taxes	4(c)	**(3,416)**	-	**(3,416)**	-
Derivative financial instruments	4(c)	**(4,022)**	5,584	**(4,022)**	5,584
Cash flow hedge item value, net of taxes	4(c)	**(2,851)**	-	**(2,851)**	-
Transfer to income of cash flow hedge instrument, net of taxes	4(c)	**400**	-	**400**	-
		(1,030)	97,738	**(1,030)**	97,738
Available-for-sale financial instruments					
Marked-to-market of available-for-sale financial assets, net of taxes	4(c)	**11,855**	194,998	**11,855**	194,998
		11,855	194,998	**11,855**	194,998
Comprehensive income (loss) of subsidiary					
Comprehensive income (loss) of subsidiary	7(a)	**19**	(15)	**19**	(15)
		19	(15)	**19**	(15)
Total comprehensive income for the period		**296,027**	335,690	**296,146**	335,843
Attributable to:		**296,027**	335,690	**296,146**	335,843
Shareholders of BM&FBOVESPA		**296,027**	335,690	**296,027**	335,690
Non-controlling interests		**-**	-	**119**	153

See accompanying notes.

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

Statement of changes in equity
Quarter ended March 31, 2017
(In thousands of reais)

		Attributable to shareholders of BM&FBOVESPA										
					Income reserves (Note 15(e))							
	Note	Capital	Capital reserve	Revaluation reserves (Note 15(c))	Legal reserve	Statutory reserves	Treasury shares (Note 15(b))	Other comprehensive income	Retained earnings	Total	Non-controlling interests	Total equity
Balances at December 31, 2016		2,540,239	14,327,523	19,603	3,453	2,494,375	(306,022)	(12,701)	-	19,066,470	9,915	19,076,385
Translation adjustments		-	-	-	-	-	-	4,631	-	4,631	-	4,631
Cash flow hedge		-	-	-	-	-	-	(1,030)	-	(1,030)	-	(1,030)
Financial instruments available for sale		-	-	-	-	-	-	11,855	-	11,855	-	11,855
Comprehensive income of subsidiary	7	-	-	-	-	-	-	19	-	19	-	19
Total comprehensive income		-	-	-	-	-	-	15,475	-	15,475	-	15,475
Capital increase	2(d)	658,416	4,065,664	-	-	-	-	-	-	4,724,080	-	4,724,080
Realization of revaluation reserves - subsidiaries		-	-	(146)	-	-	-	-	146	-	-	-
Transfer of treasury shares – stock grant plan	18(a)	-	(56,399)	-	-	-	56,399	-	-	-	-	-
Disposal of treasury shares – exercise of stock options	18(b)	-	(6)	-	-	-	366	-	-	360	-	360
Recognition of stock option plan	18(b)	-	87	-	-	-	-	-	-	87	-	87
Recognition of stock grant plan	18(a)	-	25,121	-	-	-	-	-	-	25,121	-	25,121
Net income for the period		-	-	-	-	-	-	-	280,552	280,552	119	280,671
Balances at March 31, 2017		3,198,655	18,361,990	19,457	3,453	2,494,375	(249,257)	2,774	280,698	24,112,145	10,034	24,122,179

See accompanying notes.

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

Statement of changes in equity
Quarter ended March 31, 2016
(In thousands of reais)

		Attributable to shareholders of BM&FBOVESPA										
					Income reserves (Note 15(e))							
	Note	Capital	Legal reserve	Revaluation reserves (Note 15(c))	Legal reserve	Statutory reserves	Treasury shares (Note 15(b))	Other comprehensive income	Retained earnings	Total	Non-controlling interests	Total equity
Balances at December 31, 2015		2,540,239	14,300,310	20,188	3,453	1,947,527	(365,235)	(104,383)	-	18,342,099	10,114	18,352,213
Translation adjustments		-	-	-	-	-	-	(296,358)	-	(296,358)	-	(296,358)
Cash flow hedge		-	-	-	-	-	-	97,738	-	97,738	-	97,738
Financial instruments available for sale		-	-	-	-	-	-	194,998	-	194,998	-	194,998
Comprehensive income of subsidiary		-	-	-	-	-	-	(15)	-	(15)	-	(15)
Total comprehensive income (loss)		-	-	-	-	-	-	(3,637)	-	(3,637)	-	(3,637)
Realization of revaluation reserves - subsidiaries		-	-	(146)	-	-	-	-	146	-	-	-
Transfer of treasury shares – stock grant plan	18(a)	-	(48,145)	-	-	-	48,145	-	-	-	-	-
Recognition of stock option plan	18(b)	-	66	-	-	-	-	-	-	66	-	66
Recognition of stock grant plan	18(a)	-	13,063	-	-	-	-	-	-	13,063	-	13,063
Net income for the period		-	-	-	-	-	-	-	339,327	339,327	153	339,480
Balance at March 31, 2016		2,540,239	14,265,294	20,042	3,453	1,947,527	(317,090)	(108,020)	339,473	18,690,918	10,267	18,701,185

See accompanying notes.

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

Cash flow statement
Quarters ended March 31, 2017 and 2016
(In thousands of reais)

		BM&FBOVESPA		Consolidated	
	Note	1Q 2017	1Q 2016	1Q 2017	1Q 2016
Cash flow from operating activities					
Net income for the period		**280,552**	339,327	**280,671**	339,480
Adjustments:					
Depreciation/amortization	8 and 9	**25,178**	23,417	**26,399**	23,814
Gain (loss) on sale of property and equipment		**(56)**	(81)	**(57)**	(81)
Impairment of assets		**65,508**	-	**65,508**	-
Deferred income tax and social contribution		**107,527**	169,237	**106,342**	169,237
Equity pickup	7(a)	**(8,457)**	(3,820)	**(11)**	-
Variation in non-controlling interest		**-**	-	**(43)**	(435)
Stock options and stock grant plan expenses	18	**25,208**	13,129	**25,208**	13,129
Interest expenses	22	**129,727**	38,341	**130,861**	38,341
Provision for tax, civil and labor contingencies		**13,283**	3,196	**13,870**	3,903
Allowance for doubtful accounts		**73**	62	**81**	62
Derivative financial instruments - swap		**133,727**	13,806	**133,727**	13,806
Exchange rate variation - hedge		**(55,508)**	(33,132)	**(55,508)**	(33,132)
Exchange rate variation - fundraising		**(438)**	(34,065)	**(438)**	(34,065)
Marked-to-market of fundraising		**1,630**	20,240	**1,630**	20,240
Marked-to-market - Non-Deliverable Forwards (NDF)		**7,497**	-	**7,497**	-
Monetary restatement - preferred shares		**11,316**	-	**11,316**	-
Other		**-**	-	**(5,497)**	-
Variation in financial investments, marketable securities and collateral for transactions		**58,752**	(490,557)	**99,021**	(606,039)
Effect of exchange rate variation on cash flow hedge		**(3,435)**	(4,867)	**(3,435)**	(4,867)
Variation in taxes to be offset and recoverable		**(114,028)**	(46,284)	**(114,015)**	(46,298)
Variation in accounts receivable		**16,789**	385	**16,822**	351
Variation in other receivables		**(27,811)**	18,051	**(32,506)**	(4,993)
Variation in prepaid expenses		**3,643**	2,742	**3,134**	2,408
Variation in judicial deposits		**(6,144)**	(5,275)	**(6,171)**	(5,288)
Variation in earnings and rights on securities under custody		**3,204**	1,366	**3,204**	1,366
Variation in suppliers		**(2,482)**	(16,073)	**(2,261)**	(15,897)
Variation in provisions for taxes and contributions payable		**(52,880)**	3,129	**(52,041)**	2,645
Variation in income tax and social contribution		**8,697**	9,942	**5,782**	7,967
Variation in salaries and social charges		**(15,967)**	(28,932)	**(16,120)**	(29,238)
Variation in other liabilities		**(145,358)**	(10,610)	**(184,531)**	148,260
Variation in revenues to be allocated		**21,189**	19,697	**21,189**	19,697
Variation in provision for tax, civil, and labor contingencies		**1,358**	(393)	**(497)**	(393)
Variation in post-retirement health care benefits		**-**	815	**-**	815
Net cash from operating activities		**482,294**	2,793	**479,131**	24,795
Cash flow from investing activities					
Amount received for disposal of property and equipment		**86**	354	**112**	454
Payment for purchase of property and equipment		**(54,677)**	(15,118)	**(54,678)**	(15,117)
Dividends received		**-**	135,280	**-**	135,280
Settlement of derivative financial instrument - NDF		**(3,287)**	-	**(3,287)**	-
Purchase of software and projects	9	**(30,696)**	(37,423)	**(30,696)**	(37,423)
Cash effect – acquisition of subsidiary	2(d)	**-**	-	**3,829**	-
Net cash from (used in) investing activities		**(88,574)**	83,093	**(84,720)**	83,194
Cash flow from financing activities					
Disposal of treasury shares - stock options exercised	18(b)	**360**	-	**360**	-
Interest paid and loans amortized		**(130,590)**	(78,929)	**(130,590)**	(78,929)
Payment of dividends and interest on equity		**(316,450)**	-	**(316,450)**	-
Net cash used in financing activities		**(446,680)**	(78,929)	**(446,680)**	(78,929)
Net increase (decrease) in cash and cash equivalents		**(52,960)**	6,957	**(52,269)**	29,060
Balance of cash and cash equivalents at beginning of period	4(a)	**169,023**	275,365	**156,169**	265,129
Balance of cash and cash equivalents at end of year	4(a)	**116,063**	282,322	**103,900**	294,189

See accompanying notes.

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

Statement of value added
Quarters ended March 31, 2017 and 2016
(In thousands of reais)

		BM&FBOVESPA		Consolidated	
	Note	1Q 2017	1Q 2016	1Q 2017	1Q 2016
1 - Revenues	20	**652,885**	613,954	**676,502**	625,387
Trading, clearance and settlement system		**522,949**	501,868	**534,599**	501,868
Other revenues		**129,936**	112,086	**141,903**	123,519
2 - Goods and services acquired from third parties		**186,226**	66,441	**189,847**	67,820
Expenses (a)		**120,718**	66,441	**124,339**	67,820
Impairment of assets	9	**65,508**	-	**65,508**	-
3 - Gross value added (1-2)		**466,659**	547,513	**486,655**	557,567
4 - Retentions		**25,178**	23,417	**26,399**	23,814
Depreciation and amortization	8 and 9	**25,178**	23,417	**26,399**	23,814
5 - Net value added produced by the Company (3-4)		**441,481**	524,096	**460,256**	533,753
6 - Value added received in transfer		**405,491**	231,801	**400,376**	229,507
Equity pickup	7(a)	**8,457**	3,820	**11**	-
Financial income	22	**397,034**	227,981	**400,365**	229,507
7 - Total value added to be distributed (5+6)		**846,972**	755,897	**860,632**	763,260
8 - Distribution of value added		**846,972**	755,897	**860,632**	763,260
Personnel and charges		**109,213**	102,674	**115,281**	106,275
Board and committee members' compensation		**2,664**	2,307	**2,710**	2,307
Taxes, charges and contributions (b)					
Federal		**204,565**	234,396	**209,405**	237,536
Municipal		**10,030**	8,479	**10,330**	8,698
Financial expenses	22	**239,948**	68,714	**242,235**	68,964
Retained net income for the period		**280,552**	339,327	**280,671**	339,480

(a) Expenses (excludes personnel, board and committee members' compensation, depreciation, taxes and charges).

(b) Includes: taxes and charges, Contribution Taxes on Gross Revenue for Social Integration Program (PIS) and for Social Security Financing (COFINS), Service Tax (ISS), current and deferred income tax and social contribution (IRPJ and CSLL).

See accompanying notes.

1. Operations

BM&FBOVESPA S.A. - BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros (BM&FBOVESPA) is a publicly-traded corporation headquartered in the city of São Paulo.

BM&FBOVESPA organizes, develops and provides for the operation of free and open securities markets, for spot and future settlement. Its activities are carried out through its trading systems and clearinghouses, and include transactions with securities, interbank foreign exchange and securities under custody in the Special System for Settlement and Custody (SELIC).

On March 29, 2017, BM&FBOVESPA concluded the corporate restructuring described in Note 2(d) and became the parent company of CETIP S.A. - Mercados Organizados, a company that offers registration, central securities depository, trading and settlement services for assets and securities, besides providing electronic solutions for the delivery of information required for the registration of contracts and financial liens by transit bodies.

2. Preparation and presentation of quarterly information

This quarterly information was approved by the Board of Directors of BM&FBOVESPA on May 12, 2017.

The quarterly information was prepared and is presented in accordance with accounting practices adopted in Brazil. In addition, the quarterly information contains the minimum disclosure requirements prescribed by CPC 21 (R1) - Interim Financial Reporting, as well as other information considered relevant. This information does not include all requirements for annual financial statements and, therefore, should be read in conjunction with the individual and consolidated financial statements prepared in accordance with International Financial Reporting Standards (IFRS) and accounting practices adopted in Brazil, issued by the Brazilian Financial Accounting Standards Board - FASB (CPC), and approved by the Brazilian Securities and Exchange Commission (CVM), for the year ended December 31, 2016. Accordingly, this quarterly information at March 31, 2017 was not subject to full reporting, by reason of redundancy in relation to information already presented in the annual financial statements, and as provided for in the CVM/SNC/SEP Circular Letter No. 003/2011.

The preparation of quarterly information requires the use of critical accounting estimates and also the exercise of judgment by management in the process of applying the accounting policies of BM&FBOVESPA. No changes have been recorded in assumptions and judgments by BM&FBOVESPA management in using such estimates for preparing this quarterly information, in relation to those applied in the financial statements at December 31, 2016, as disclosed on February 17, 2017.

2. Preparation and presentation of quarterly information (Continued)

All significant information used by Management in managing BM&FBOVESPA is evidenced in these Financial Statements according to Technical Guidelines OCPC 07.

a) Consolidated quarterly information

The consolidated quarterly information includes the balances of BM&FBOVESPA and its subsidiaries, as well as special purpose entities comprising investment funds, as follows:

	Direct interest %	
Direct subsidiaries and controlled entities	**3/31/2017**	**12/31/2016**
Banco BM&FBOVESPA de Serviços de Liquidação e Custódia S.A. ("Banco BM&FBOVESPA")	**100.00**	100.00
Bolsa de Valores do Rio de Janeiro – BVRJ ("BVRJ")	**86.95**	86.95
BM&F (USA) Inc.	**100.00**	100.00
BM&FBOVESPA (UK) Ltd.	**100.00**	100.00
BM&FBOVESPA BRV LLC	**100.00**	100.00
Companhia São José Holding	**-**	100.00
CETIP S.A. - Mercados Organizados;	**100.00**	-

	Indirect interest %	
Indirect subsidiaries and controlled entities	**3/31/2017**	**12/31/2016**
CETIP Info Tecnologia S.A.	**100.00**	-
CETIP Lux S.à.r.l.	**100.00**	-
Exclusive investment funds:		
Bradesco Fundo de Investimento Renda Fixa Letters		
BB Pau Brasil Fundo de Investimento Renda Fixa		
Bradesco Fundo de Investimento Renda Fixa Longo Prazo Eucalipto		
Imbuia FI Renda Fixa Referenciado DI		

b) Individual quarterly information

In the individual quarterly information (BM&FBOVESPA), subsidiaries are recorded using the equity method. The same adjustments are made to both individual and consolidated quarterly information so as to reach the same P&L and equity attributable to shareholders of the parent company.

c) Functional currency

The individual and consolidated financial statements were prepared and are presented in Brazilian reais, which is the functional currency of BM&FBOVESPA.

2. Preparation and presentation of quarterly information (Continued)

d) Business combination

CETIP S.A. - Mercados Organizados

As disclosed in the material fact release of April 15, 2016, the Board of Directors of BM&FBOVESPA, of Companhia São José Holding ("Holding Company") and of CETIP S.A. - Mercados Organizados ("CETIP") entered into a Merger and Justification Agreement for the purposes of the corporate reorganization process described below: (a) absorption of the shares issued by CETIP by the Holding Company, whose total of the shares is the property of BM&FBOVESPA, and (b) the subsequent merger of the Holding Company by BM&FBOVESPA. At the extraordinary general shareholders meeting held on May 20, 2016, the corporate reorganization process was approved by the respective shareholders.

The transaction was finalized on March 29, 2017 (date of issue), five business days after approval was granted by the relevant government entities (Brazilian Antitrust Enforcement Agency - CADE, Brazilian SEC - CVM and Central Bank of Brazil - BACEN) on March 22, 2017 and, as stipulated in the Rationale for the Merger, 100% of the shares issued by CETIP were merged into the Holding company. As such, the Holding company issued, in favor of CETIP shareholders, common and preferred shares; for each CETIP-issued common share, one redeemable common share and 3 preferred shares were given. Subsequently, CETIP shareholders received:

(i) 0.93849080 of a common share issued by the Company for each common share in the Holding it holds (which corresponds to 0.93849080 common shares issued by the Company for each CETIP share then held by CETIP's shareholders); and

(ii) the amount of R$31.89315588 for the redemption of 3 preferred shares issued by the Holding held by CETIP's Shareholders (which equals R$ 31.89315588 for each share issued by CETIP then held by CETIP's shareholders).

2. Preparation and presentation of quarterly information (Continued)

d) Business combinations (Continued)

CETIP S.A. - Mercados Organizados (Continued)

A summary of the acquisition price is as follows:

Consideration in cash paid through redemption of preferred shares in the Holding	8,296,668
Issue and exchange of shares at fair value (i)	4,724,080
Total consideration	**13,020,748**

(i) BM&FBOVESPA issued 244,138,490 common shares issued as consideration (payment) and the fair value of the shares corresponds to the published closing price at the date of acquisition

The corporate restructuring was intended to create a world-class market infrastructure company of major systemic relevance, prepared to compete in a global market that is increasingly more sophisticated and challenging, enhancing the security, resilience and efficiency of the Brazilian market.

Integration of the companies' activities will significantly strengthen the combined entity's business model and broaden its revenue diversification, while enabling financial institutions, custodians, registrars, asset managers and brokerage houses to consolidate their treasury and back-office systems, significantly reducing costs and operational risks throughout the financial system, as well as gaining efficiency in interactions with the supervisory authorities for the financial and capital markets.

In light of the companies' complementarity, their combination will bring gains for customers, market participants, investors, and companies that require funding to invest or financial instruments to manage their risks. The business combination shall also bring enhanced capital efficiency for customers, given the possibility of using over-the-counter and exchange-traded derivatives as well as other marketable securities and financial assets in a single central counterparty.

Up to the conclusion of this quarterly information, transaction costs incurred amount to R$110,097, and were recorded in the Company's P&L and included in Other operating expenses.

Upon completion of the aforementioned Transaction, BM&FBOVESPA recorded income of R$4,735 at March 31, 2016, due to equity pickup at CETIP between the date of acquisition and the base date of this quarterly information.

2. Preparation and presentation of quarterly information (Continued)

d) Business combinations (Continued)

Net identifiable assets acquired and goodwill

The difference between the consideration transferred in exchange for control of CETIP and its net assets at fair value resulted in the recognition of goodwill for expected future profitability and intangible assets.

The allocation of the amount paid/ consideration was based on a preliminary assessment of the fair value of the net assets acquired from CETIP and is under review by management and independent consultants. BM&FBOVESPA expects to complete those studies in the coming months.

The fair value of the identifiable assets acquired and liabilities assumed in the business combination were estimated using the discounted cash flow projection method and replacement cost. The fair value estimates using the discounted cash flow method were based on a discount rate of 14.24%. The portion of non-identifiable net assets of this business combination has been allocated as goodwill.

The purchase price allocated by business unit is as follows:

2. Preparation and presentation of quarterly information (Continued)

d) Business combinations (Continued)

Net identifiable assets acquired and goodwill (Continued)

Base date 3/29/2017 **Purchase price allocation (100%)**	
a) Acquisition price (100%)	**13,020,748**
b) CETIP Equity	**1,481,520**
c) Plus (less) goodwill on tangible assets	**43,207**
Investment in affiliate	8,809
Income to be allocated	9,701
Property and equipment	29,545
Deferred tax asset (CETIP Info)	11,448
Deferred tax liability	(5,280)
Deferred tax liability (CETIP Info)	(11,016)
d) Intangible assets	**3,577,636**
Write-off of historic goodwill	(1,221,044)
Write-off of deferred income and social contribution taxes on historic goodwill	323,375
Write-off of intangible assets	(602,769)
Write-off of intangible assets (CETIP Info)	(1,270)
Goodwill on intangible assets (i)	4,889,213
Trademark	190,131
a-b-c-d = Goodwill	**7,918,385**

(i) Basically refers to platforms that process the registration of custody over marketable securities traded as well as registering vehicle financing realized in Brazil.

Goodwill amounting to R$7,918,385 represents the future economic benefits expected to flow from the combination of the operations. Estimated goodwill for tax deduction purposes after the merger is approximately 7 billion reais.

2. Preparation and presentation of quarterly information (Continued)

d) Business combinations (Continued)

Net identifiable assets acquired and goodwill (Continued)

CETIP's net assets and liabilities at fair value that impacted on the consolidated financial statements are as follows.

CETIP S.A. - Mercados Organizados; Preliminary fair value	Consolidated 3/29/2017	Write-off of intangible assets	Fair value measurement	Deferred taxes	Total
Assets					
Current assets	**1,049,404**	-	-	-	1,049,404
Noncurrent assets	**2,395,373**	(1,825,083)	5,117,698	107,670	5,795,658
Long-term receivables	**331,347**	-	-	107,670	439,017
Financial investment - non restricted and restricted	**300,564**	-	-	-	300,564
Deferred taxes	**-**	-	-	107.670	107.670
Other long-term receivables	**30.783**	-	-	-	30,783
Investments	**7,721**	-	8,809	-	16,530
Investments in affiliate	**7,401**	-	8,809	-	16,210
Other investments	**320**	-	-	-	320
Property and equipment	**44,761**	-	29,545	-	74,306
Intangible assets	**2,011,544**	(1,825,083)	5,079,344	-	5,265,805
Historic goodwill	**1,221,044**	(1,221,044)	-	-	-
Software and projects	**174,646**	-	4,850,092	-	5,024,738
Trademark	**-**	-	190,131	-	190,131
Relationship with customers	**11,815**	-	39,121	-	50,936
Contractual relationships	**603,888**	(603,888)	-	-	-
Other	**151**	(151)	-	-	-
Total assets	**3,444,777**	(1,825,083)	5,117,698	107,670	6,845,062
Liabilities					
Current liabilities	**1,236,761**	-	(2,267)	-	1,234,494
Labor obligations and social charges	**364,573**	-	-	-	364,573
Loans, debentures and lease obligations	**669,479**	-	-	-	669,479
Income to be allocated	**37,694**	-	(2,267)	-	35,427
Other current liabilities	**165,015**	-	-	-	165,015
Noncurrent liabilities	**726,496**	-	(7,434)	(210,857)	508,205
Suppliers	**1,330**	-	-	-	1,330
Deferred income and social contribution taxes	**210,857**	-	-	(210,857)	-
Provision for contingencies and legal obligations	**149,733**	-	-	-	149,733
Loans and lease obligations	**328,985**	-	-	-	328,985
Income to be allocated	**35,591**	-	(7,434)	-	28,157
Net assets and liabilities:	**1,481,520**	(1,825,083)	5,127,399	318,527	5,102,363
Consideration transferred (payment)					13,020,748
Goodwill					7,918,385

3. Significant accounting practices

The accounting practices and calculation methods used in the preparation of this quarterly information are the same as those adopted in preparing the financial statements for the year ended December 31, 2016, except for the items described below:

a) Revenue recognition

Revenue includes the amount of the consideration received or receivable for the provision of services in the usual conduct of its activities.

Revenues from the rendering of services and from trading and settlement systems, the registration of assets, derivatives or financing agreements are recognized upon the completion of the transactions, under the accrual method of accounting. The amounts received as annual fees, as in the cases of listing of securities and certain contracts for sale of market information, revenue from the inclusion of financial restrictions, permanent assets and of monthly use are recognized proportionally in P&L in relation to the service provision term.

b) Financial instruments

i) Classification and measurement

Financial assets and liabilities are classified on initial recognition depending on their characteristics and purpose of acquisition.

Cash and cash equivalents

The balances of cash and cash equivalents for cash flow statement purposes include cash on hand, bank deposits and short-term investments (within three months of the contractual date), that are high liquid and pose an insignificant risk of change in value.

3. Significant accounting practices (Continued)

c) Prepaid expenses

Represented by agreements entered into with suppliers stemming from installments for various prepaid services. The expenses are allocated to P&L in accordance with the term of each agreement and to the extent that the services are received.

d) Employee benefits

i) Pension obligations

BM&FBOVESPA and CETIP maintain a defined contribution retirement plan with voluntary participation open to all employees. BM&FBOVESPA and CETIP have no obligation to make additional payments as sponsors. The regular contributions are included in personnel costs in the period they are due.

ii) Share-based remuneration

BM&FBOVESPA maintains a long-term remuneration plan. By 2014, BM&FBOVESPA had granted stock options under the “Stock Option Plan” and there is an inventory of outstanding shares not yet exercised therefrom. From 2015 onwards, BM&FBOVESPA started to grant shares under the “Stock Grant Plan”. The objective is to give the employees of BM&FBOVESPA and its subsidiaries the opportunity to become shareholders of BM&FBOVESPA, obtaining a greater alignment between its interests and the shareholders’ interests as well as allow BM&FBOVESPA and its subsidiaries to attract and retain their management and employees. The fair value of options and of options granted is recognized as an expense during the vesting period (the period during which the specific vesting conditions must be met). At the balance sheet date, BM&FBOVESPA reviews its estimates of the number of options and shares that will vest based on the established conditions. BM&FBOVESPA recognizes the impact of any changes to the original estimates, if any, in the income statement, against a capital reserve in equity.

3. Significant accounting practices (Continued)

d) Employee benefits (Continued)

ii) Share-based remuneration (Continued)

In the case of remuneration programs based on cash settled options, the fair value to be paid to executives is recognized as an expense with a corresponding increase in the liabilities for the period during which executives acquire the right to payment. The liability is measured again at each balance sheet date and on the settlement date. Any changes in the fair value of the liability are recognized as Personnel expenses in the income statement.

iii) Profit sharing

BM&FBOVESPA and CETIP have semi-annual and annual variable remuneration, respectively, organized and paid in cash through the Profit Sharing Program. The program defines the potential multiple of monthly salary, based on individual performance indicators, which consider factors specific to each function (job level), and indicators of the overall performance of BM&FBOVESPA. The provision for such profit sharing program is recognized in P&L under the accrual method of accounting.

iv) Other post-employment obligations

BM&FBOVESPA offers post-retirement health care benefit to the employees who have acquired this right up to May 2009. The right to this benefit is conditional on the employee remaining with the Company until the retirement age and completing a minimum service period. The expected costs of these benefits are accumulated over the period of employment or the period in which the benefit is expected to be earned, using the actuarial methodology which considers life expectancy of the group in question, increase in costs due to the age and medical inflation, inflation and discount rate. The contributions that participants make according to the specific rule of the Health Care Plan are deducted from these costs. The actuarial gains and losses on the health care plan for retirees are recognized in the income statement in accordance with the rules of IAS 19 and CPC 33 (R1) - Employee Benefits, based on actuarial calculation prepared by an independent actuary, according to Note 18(d).

3. Significant accounting practices (Continued)

e) Business combination

BM&FBOVESPA records a business combination using the acquisition method and recognizes the transaction as follows:

- The cost of the acquisition is recognized at fair value on the acquisition date by total asset acquired, liabilities incurred or assumed and equity instruments issued if;

- The identifiable assets acquired or liabilities assumed are recognized in the consolidated financial statements measured at fair value on the acquisition date. Any excess paid on this amount is recognized as goodwill given the expectation of future profitability. When the acquisition cost is lower that the fair value of acquired net assets it is considered as negative goodwill and a gain is recognized in P&L;

- Costs directly attributable to the acquisition are recorded as expenses when incurred.

4. Cash and cash equivalents, financial investments, marketable securities and derivative financial instruments

a) Cash and cash equivalents

	BM&FBOVESPA		Consolidated	
Description	**03/31/2017**	**12/31/2016**	**03/31/2017**	**12/31/2016**
Cash and bank deposits in local currency	**17,965**	14,528	**1,008**	256
Bank deposits in foreign currency	**98,098**	154,495	**102,573**	155,913
Bank deposit certificate	**-**	-	**319**	-
Cash and cash equivalents	**116,063**	169,023	**103,900**	156,169
Bank deposits in foreign currency - third party funds (1)	**158,420**	162,955	**158,420**	162,955
Total cash and cash equivalents	**274,483**	331,978	**262,320**	319,124

(1) Third-party funds restricted to full settlement of the exchange transaction (Exchange Clearing).

Cash and cash equivalents are held with top-tier financial institutions in Brazil or abroad. Deposits in foreign currency are primarily in US dollars and Euros.

4. Cash and cash equivalents, financial investments, marketable securities and derivative financial instruments (Continued)

b) Financial investments and marketable securities

The breakdown of financial investments and marketable securities by category, nature and maturity is as follows:

				BM&FBOVESPA	
Description	**No maturity**	**Between 3 and 12 months**	**Between 12 months and 5 years**	**03/31/2017**	**12/31/2016**
Financial assets measured at fair value through profit or loss					
Financial investment fund (1)	12,006,136	-	-	**12,006,136**	12,054,936
Government securities					
Financial Treasury Bills	-	310,018	1,393,946	**1,703,964**	1,685,228
National Treasury Bills	-	18	-	**18**	18
Other investments (3)	12,616	-	-	**12,616**	12,047
	12,018,752	310,036	1,393,946	**13,722,734**	13,752,229
Financial assets available for sale					
Shares					
Other (5)	265,742	-	-	**265,742**	191,586
	265,742	-	-	**265,742**	191,586
Total financial investments and marketable securities	12,284,494	310,036	1,393,946	**13,988,476**	13,943,815
Current				**12,594,530**	12,426,337
Noncurrent				**1,393,946**	1,517,478

4. Cash and cash equivalents, financial investments, marketable securities and derivative financial instruments (Continued)

b) Financial investments and marketable securities (Continued)

						Consolidated	
Description	**No maturity**	**Within 3 months**	**Between 3 and 12 months**	**Between 12 months and 5 years**	**Over 5 years**	**03/31/2017**	**12/31/2016**
Financial assets measured at fair value through profit or loss							
Financial investment fund (4)	5,546,098	-	-	-	-	**5,546,098**	3,293,533
Interest-bearing account - foreign deposits	1,207	-	-	-	-	**1,207**	1,226
Financial bills	-	33,904	24,452	-	-	**58,356**	-
Repurchase agreements (2)	-	5,298,135	17,178	-	-	**5,315,313**	7,079,331
Government securities							
Financial Treasury Bills	-	-	1,584,931	2,340,088	89,512	**4,014,531**	3,856,284
Financial Treasury Bills restricted (6)	-	-	69,476	-	-	**69,476**	-
National Treasury Bills	-	-	18	-	-	**18**	18
Other investments (3)	12,700	-	-	-	-	**12,700**	12,049
	5,560,005	5,332,039	1,696,055	2,340,088	89,512	**15,017,699**	14,242,441
Financial assets available for sale							
Government securities							
Financial Treasury Bills	-	-	14,856	60,716	1,708	**77,280**	94,301
National Treasury Bills	-	-	32	144,863	-	**144,895**	87
National Treasury Notes B	-	-	-	25,340	13	**25,353**	42
National Treasury Notes F	-	-	-	130,392	-	**130,392**	-
Shares							
Other (5)	265,742	-	-	-	-	**265,742**	191,586
	265,742	-	14,888	361,311	1,721	**643,662**	286,016
Total financial investments and marketable securities	5,825,747	5,332,039	1,710,943	2,701,399	91,233	**15,661,361**	14,528,457
Current						**12,868,729**	10,964,214
Noncurrent						**2,792,632**	3,564,243

(1) Refers to investments in financial investment funds, whose portfolios mainly comprise investments in federal government securities and government-bond-backed repurchase agreements that have the CDI (Interbank Deposit Certificate rate) as their profitability benchmark. The consolidated balances of investment funds are presented according to the nature and maturity of the portfolio.

The net assets of the main investment funds included in the consolidation process of the quarterly information are: (i) Bradesco FI Renda Fixa Letters – R$4,365,390 (R$4,580,778 at December 31, 2016); (ii) BB Pau Brasil FI Renda Fixa - R$617,954 (R$2,307,655 at December 31, 2016); (iii) Bradesco FI Renda Fixa Longo Prazo Eucalipto – R$1,826,273 (R$1,661,262 at December 31, 2016); and (iv) Imbuia FI Renda Referenciado DI – R$218,062 (R$ 211,708 at December 31, 2016).

4. Cash and cash equivalents, financial investments, marketable securities and derivative financial instruments (Continued)

b) Financial investments and marketable securities (Continued)

(2) Issued by top-tier banks and backed by government securities.

(3) Refers mainly to investments in gold.

(4) The primary non-exclusive investment funds are: (i) Bradesco Empresas FICFI Referenciado DI Federal, amounting to R$20,934 (R$24,225 at December 31, 2016); (ii) Araucária Renda Fixa FI - R$309,868 (R$1,509,559 at December 31, 2016); and (iii) Santander Fundo de Investimento Cedro Renda Fixa - R$4,809,089 (R$1,759,749 December 31, 2016); (iv) Bradesco Fundo de Investimento Renda Fixa Referenciado DI Top - R$37,889; (v) Bradesco FI RF Referenciado DI Premium - R$51,638; (vi) Itaú High Grade RF Crédito Privado FICFI - R$128,655; and (vii) Santander FIC FI Renda Fixa Referenciado DI - R$62,738.

(5) These basically refer to shares of Bolsa de Comércio de Santigo amounting to R$41,038 (R$44,231 at December 31, 2016), Bolsa Mexicana de Valores - R$125,701 (R$ 103,785 at December 31, 2016) and Bolsa de Valores de Colombia - R$49,368 (R$ 43,565 at December 31, 2016) and the Bolsa de Valores de Lima - R$49,628 acquired by BM&FBOVESPA within its strategy to explore opportunities of partnerships with other stock exchanges, classified as available for sale.

(6) Financial investments restricted to compliance with Law No. 10214, of March 27, 2001, and Circular No. 3057, August 31, 2001 from the Central Bank of Brazil, that provides that clearing and custody houses and service providers shall maintain a reserve in federal government securities at a minimum amount of R$10,000. These investment constitute the special CETIP equity and are registered in a SELIC restricted account.

The government securities are held in the custody of the Special System for Settlement and Custody (SELIC); the investment fund shares are held in the custody of their respective administrators; the shares are in the custody of BM&FBOVESPA's Equity and Corporate Debt Clearinghouse; the Bolsa de Comércio de Santiago, Bolsa Mexicana de Valores, Bolsa de Valores de Lima and Bolsa de Valores de Colombia shares are in the custody of BTG Pactual Chile, Mexico, Peru and Colombia, respectively.

There was no reclassification of financial instruments between categories in the quarter.

Management periodically monitors its outstanding positions and possible risks of impairment of its financial assets. Therefore, based on the nature of these assets, BM&FBOVESPA has no significant impairment history.

The carrying amount of financial assets is reduced directly for impairment impacting P&L for the period. Subsequent recoveries of amounts previously written off are recognized in P&L for the period.

4. Cash and cash equivalents, financial investments, marketable securities and derivative financial instruments (Continued)

c) Derivative financial instruments

Fair value hierarchy

Financial assets and liabilities measured at fair value of BM&FBOVESPA are recognized at quoted prices (unadjusted) in active market (Level 1), except for derivative financial instruments together with the principal of the debt issued abroad due to hedge accounting and for Bolsa de Comércio de Santiago shares, classified as Level 3. Trade accounts receivable and payable approximate their book value given their short-term maturities, and the fair values of related parties equal their book values.

For the Bolsa de Comércio de Santiago was adopted the profitability method, based on the focus on future dividend flow discounted to present value, being tested periodically so its book value will not exceed its fair value.

Future dividend flow was projected considering a five-year explicit flow (2017 to 2021), and its main assumptions were: (i) history of dividend payment by Bolsa de Comércio de Santiago, (ii) interest held by BM&FBOVESPA in December 2016 and (iii) perpetuity, which was determined by extrapolating the 2021 cash flow at a growth rate equivalent to that expected for the Chilean nominal GDP in the long term.

	Bolsa de Comércio de Santiago Shares
Balance at 12/31/2016	44,231
Fair value adjustment	(2,473)
Exchange rate variation	(720)
Balance at 3/31/2017	**41,038**

4. Cash and cash equivalents, financial investments, marketable securities and derivative financial instruments (Continued)

c) Derivative financial instruments (Continued)

Classification of financial instruments

	BM&FBOVESPA		Consolidated	
Financial assets	**03/31/2017**	**12/31/2016**	**03/31/2017**	**12/31/2016**
Measured at fair value through profit or loss				
Financial investments and marketable securities	**13,722,734**	13,752,229	**15,017,699**	14,242,441
Designated as hedge				
Derivative financial instruments	**1,280**	5,600	**1,280**	5,600
Available for sale				
Financial investments and marketable securities	**-**	-	**377,920**	94,430
Shares	**265,742**	191,586	**265,742**	191,586
Receivables				
Accounts receivable	**74,034**	90,896	**219,070**	91,645
Related parties	**1,305**	1,363	**234**	305
Total assets	**14,065,095**	14,041,674	**15,881,945**	14,626,007
Financial liabilities				
Liabilities measured at amortized cost				
Interest payable on debt issued abroad	**25,791**	58,794	**25,791**	58,794
Loans	**330,749**	407,868	**826,544**	407,868
Debentures	**3,105,510**	3,009,301	**3,608,177**	3,009,301
Measured at fair value through profit or loss				
Collaterals for transactions	**1,727,640**	1,653,835	**1,727,640**	1,653,835
Suppliers	**42,905**	45,388	**162,701**	45,601
Related parties	**517**	48,653	**290**	48,587
Designated as hedge				
Debt issued abroad	**1,934,116**	1,987,669	**1,934,116**	1,987,669
Derivative financial instruments	**550,003**	405,971	**550,003**	405,971
Total liabilities	**7,717,231**	7,617,479	**8,835,262**	7,617,626

4. Cash and cash equivalents, financial investments, marketable securities and derivative financial instruments (Continued)

c) Derivative financial instruments (Continued)

Derivative financial instruments

Risk factor - currency

BM&FBOVESPA took out derivative financial instruments to hedge against the risk of exchange rate fluctuations. In 2016, there were hedging contracts for the total principal of foreign debt, part of half-yearly interest and for approximately 80% of the position in Mexican pesos regarding the Mexican Stock Exchange shares.

BM&FBOVESPA's exposure to currency risk stems from its investment in its subsidiary abroad and loans in US Dollars. Management adopts a policy of managing currency risk associated with these positions, where the main purpose is not to allow significant impacts on P&L arising from fluctuations in exchange rates.

At March 31, 2017, CETIP's foreign exchange exposure in the investment in CETIP Lux S.à.r.l. (subsidiary abroad) is R$476,344.

Fair value hedge

In March 2016, BM&FBOVESPA entered into swap transactions with a first-tier financial institution to hedge against impacts from the exchange rate variation related to the principal of debt securities issued abroad in 2010 (Note 12), due to the discontinuance of the cash flow hedge previously adopted.

BM&FBOVESPA adopted the fair value hedge accounting for accounting records. Accordingly, both the hedged loan principal and the hedging instrument (swap) are measured at fair value against P&L, thus hedging P&L from the impacts of exchange rate variation.

At March 31, 2017, swap transaction amounts measured at fair value are as follows:

4. Cash and cash equivalents, financial investments, marketable securities and derivative financial instruments (Continued)

c) Derivative financial instruments (Continued)

Fair value hedge (Continued)

					BM&FBOVESPA and Consolidated		
Financial instrument	**Assets/ Liabilities**	**Reference value**	**Maturity of transaction**	**Average interest**	**Curve value**	**Fair value adjustment**	**Book balance**
Swap	Assets	US$612,000		-	1,939,832	(1,428)	1,938,404
	Liabilities	R$2,166,800	04/03/2017	79.07% do CDI	(2,449,409)	-	(2,449,409)
					(509,577)	**(1,428)**	**(511,005)**
Forward swap (1)	Assets	US$262,000		-	-	(9,988)	(9,988)
	Liabilities	R$830,121	04/02/2018	76.72% do CDI	-	-	-
					-	**(9,988)**	**(9,988)**
Forward swap (1)	Assets	US$350,000		-	-	(12,670)	(12,670)
	Liabilities	R$1,108,940	07/16/2020	67.22% do CDI	-	-	-
					-	**(12,670)**	**(12,670)**
Swap gains (losses)					**(509,577)**	**(24,086)**	**(533,663)**

(1) In March 2017 BM&FBOVESPA entered into forward swap transactions with a first-tier financial institution to provide a rolling hedge for Senior Unsecured Notes. Contracted operations began in April 2017 and will mature in April 2018 and July 2020.

For the quarter, the hedge had no significant element of inefficiency.

4. Cash and cash equivalents, financial investments, marketable securities and derivative financial instruments (Continued)

c) Derivative financial instruments (Continued)

Cash flow hedge

					BM&FBOVESPA and Consolidated			
					Fair value (3)		Gain/(Loss)	
Hedged item	Hedging instrument	Reference value	Reference value – R$	Maturity of transaction	Assets	Liabilities	Financial result	Equity
		USD19,800	64,619	1/16/2017	-	-	(606)	(706)
4 interest installments – foreign debt (1)	NDF	USD39,600	128,335	7/3/2017	-	(10,339)	(4,609)	(3,592)
		USD19,800	64,429	7/17/2017	-	(6,001)	(2,326)	(1,796)
					-	**(16,340)**	**(7,541)**	**(6,094)**
Mexican Stock Exchange shares (1)	NDF	MXN600,000	99,123	7/3/2017	1,280	-	-	(4,319)
					1,280	**-**	**-**	**(4,319)**
Future income pegged to foreign currency (2)	Loan in foreign currency	USD125,000	-	1/3/2018	-	(330,042)	438	7,113
					-	**(330,042)**	**438**	**7,113**
					1,280	**(346,382)**	**(7,103)**	**(3,300)**

(1) In September 2016, BM&FBOVESPA took out with a first-tier financial institution a Non-Deliverable Forward (NDF), in order to hedge the investment in the shares of Bolsa Mexicana de Valores and four installments of half-yearly interest of Senior Unsecured Notes (Note 12) from currency risk. In January 2017, one NDF as settled which refers to the first installment of half-yearly interest of Senior Unsecured Notes from currency risk.

(2) In December 2016, BM&FBOVESPA set up a new cash flow hedge, designating the loan taken out in foreign currency to hedge against currency risk of a portion of future income from derivatives to be incurred from February 2017 to January 2018. In March 2017, the foreign loan designated as hedge amounted to R$ 330,042 the amount recorded in equity was R$ 4,695, net of tax effects. In the period, the amount recognized in derivatives recycled from equity was R$5,376.

(3) The method to determine the fair value, used by BM&FBOVESPA, is based on the conditions of transactions taken out, and then the present value based on current market curves, as disclosed by BM&FBOVESPA.

4. Cash and cash equivalents, financial investments, marketable securities and derivative financial instruments (Continued)

c) Derivative financial instruments (Continued)

Cash flow hedge (Continued)

In February 2017, BM&FBOVESPA contracted a new hedge and allocated as part of its cash in foreign currency to cover foreign exchange impacts of certain firm commitments in foreign currency (cash flow hedge), in accordance with IAS 39/CPC 38. The hedged cash flows refer to payments to be made until December 31, 2017, even if the agreement terms exceed that date. At March 31, 2017, cash in foreign currency allocated to hedge such commitments amounts to R$29,825 and the amount recorded under equity is R$779 net of tax effects. In the period, the amounts of R$15 and R$15 were transferred from “Other comprehensive income” to P&L and Non-financial assets, respectively, net of tax effects.

d) Financial instrument and risk management

Financial risk management and financial investment policy

BM&FBOVESPA’s policy is to hold highly liquid financial investments, whose performance is substantially linked to the SELIC/CDI rate, this results in a significant proportion of government securities in its portfolio, purchased directly, via repurchase agreements backed by government securities and also through exclusive and non-exclusive funds. The Company carries out transactions with derivative instruments solely and exclusively for equity hedge purposes.

Acquisition or disposal of strategic investments, such as CME Group shares and the Latin American Stock Exchange shares, are assessed individually and realized only in accordance with the strategic planning approved by the Board of Directors.

In addition, BM&FBOVESPA has a Corporate Risk Management Policy, whose purpose is to establish principles, guidelines and responsibilities to be observed in the risk management process of BM&FBOVESPA, so as to allow identification, assessment, treatment, monitoring and communication of operational, technological, market, liquidity, credit, image and socio-environmental risks.

The Risk and Financial Committees assess market, liquidity, credit and systemic risks of the markets managed by BM&FBOVESPA, with a strategic and structural focus.

4. Cash and cash equivalents, financial investments, marketable securities and derivative financial instruments (Continued)

d) Financial instrument and risk management (Continued)

Sensitivity analysis

The table below presents the net exposure of all financial instruments (assets and liabilities) by market risk factors. At March 31, 2017, BM&FBOVESPA's main market risk was represented by the fall in the floating interest rate (CDI/SELIC).

Exposure to Risk Factors (Consolidated)

		3/31/2017		12/31/2016	
Risk factor	**Risk**	**Percentage**	**Amount**	**Percentage**	**Amount**
Floating interest	Lower CDI / Selic rate	**94.90%**	**11,481,721**	95.59%	11,853,844
Fixed interest	Lower fixed rate	**2.28%**	**275,628**	3.15%	390,780
Share price	Lower share price	**2.20%**	**265,744**	1.52%	188,137
Foreign exchange - COP	Lower currency	**0.41%**	**49,368**	0.35%	43,565
Foreign exchange - PEN	Lower currency	**0.41%**	**49,628**	-	-
Foreign exchange - CLP	Lower currency	**0.34%**	**41,038**	0.33%	40,782
Inflation	Lower inflation rate	**0.21%**	**25,353**	0.19%	23,851
Foreign exchange - MXN	Lower currency	**0.20%**	**24,721**	0.07%	8,985
Foreign exchange - USD	Higher currency	**1.14%**	**138,464**	-	8,538
Gold	Lower gold price	**0.10%**	**12,614**	-	12,037
Foreign exchange - EUR	Higher currency	**-**	**48**	0.14%	16,825
Foreign exchange - GBP	Higher currency	**-**	**173**	-	-

The ownership structure at Santiago, Mexican, Lima and Colombian Stock Exchanges is subject to two risk factors simultaneously: currency and share price.

Share price risk

This risk arises from the possibility of fluctuations in the prices of the Santiago, Mexican, Lima and Colombian Stock Exchange shares, which BM&FBOVESPA holds in its portfolio and that may impact the amounts involved.

4. Cash and cash equivalents, financial investments, marketable securities and derivative financial instruments (Continued)

d) Financial instrument and risk management (Continued)

Share price risk (Continued)

The table below shows a sensitivity analysis on possible impacts from a variation of 25% and 50% on the probable scenario for share price, for the next three months, obtained from Bloomberg.

	Impact				
Risk factor	**-50%**	**-25%**	**Probable scenario**	**+25%**	**+50%**
Bolsa de Comércio de Santiago shares in BRL	(20,979)	(10,949)	(920)	9,110	19,139
Share price in CLP	838,240	1,257,359	1,676,479	2,095,599	2,514,719
Mexican Stock Exchange shares in BRL	(63,965)	(33,096)	(2,228)	28,640	59,509
Share price in MXN	15.24	22.86	30.48	38.10	45.72
Colombian Stock Exchange shares in BRL	(24,684)	(11,855)	650	13,155	25,659
Share price in COP	12.31	18.47	24.62	30.78	36.93
Bolsa de Valores de Lima shares in BRL	(45,943)	(44,163)	(42,428)	(40,693)	(38,958)
Share price in PEN	1.71	2.57	3.42	4.28	5.13

The possible impacts shown by the sensitivity analysis would affect equity, net of taxes.

Interest rate risk

This risk arises from the possibility of BM&FBOVESPA incur losses due to fluctuations in interest rates, affecting its assets and liabilities, resulting in effects on its Financial result.

Floating-rate position

As a financial investment policy and considering the need for immediate liquidity with the least possible impact from interest rate fluctuations, BM&FBOVESPA maintains its financial assets and liabilities substantially indexed to floating interest rates.

4. Cash and cash equivalents, financial investments, marketable securities and derivative financial instruments (Continued)

d) Financial instrument and risk management (Continued)

Interest rate risk (Continued)

Floating-rate position (Continued)

The table below shows a sensitivity analysis on possible impacts of a variation of 25% and 50% on the probable scenario for the CDI and SELIC rate for the next three months, obtained from Bloomberg.

	Impact				
Risk factor	**-50%**	**-25%**	**Probable scenario**	**+25%**	**+50%**
Interbank Deposit Certificate (CDI)	80,536	119,667	158,082	195,812	232,885
CDI rate	5.31%	7.97%	10.62%	13.28%	15.93%
Brazil's Central Bank benchmark rate (SELIC)	70,680	104,990	138,653	171,698	204,150
Selic rate	5.49%	8.24%	10.98%	13.73%	16.47%

Fixed position

Part of BM&FBOVESPA's financial investments and marketable securities bears fixed interest rates, resulting in a net exposure to such rates. However, in terms of percentage, their effects on the portfolio are not considered material.

Currency risk

Currency risk refers to variations in foreign exchange rates that may cause unexpected losses to BM&FBOVESPA.

In addition to the amounts payable and receivable in foreign currencies, including interest payments on the senior unsecured notes in the next six-month period, BM&FBOVESPA has third-party deposits in foreign currency to guarantee the settlement of transactions by foreign investors, own funds abroad, and also shareholding interest in stock exchanges abroad (the Santiago, Mexican, Lima and Colombian Stock Exchanges).

4. Cash and cash equivalents, financial investments, marketable securities and derivative financial instruments (Continued)

d) Financial instrument and risk management (Continued)

Currency risk (Continued)

The table below shows a sensitivity analysis on possible impacts from a variation of 25% and 50% on the probable scenario for foreign exchange, for the next three months, obtained from Bloomberg.

	Impact				
Risk factor	**-50%**	**-25%**	**Probable scenario**	**+25%**	**+50%**
USD	(67,775)	(32,430)	2915	38,260	73,605
Exchange rate USD/BRL	1.6176	2.4263	3.2351	4.0439	4.8527
EUR	(32)	(15)	2	18	35
Exchange rate EUR/BRL	1.7377	2.6065	3.4753	4.3441	5.2130
GBP	(87)	(42)	4	50	96
Exchange rate GBP/BRL	2.0326	3.0488	4.0651	5.0814	6.0977
CLP	14,268	41,921	69,574	97,227	124,880
Exchange rate CLP/BRL	0.0065	0.0097	0.0129	0.0161	0.0194
MXN	(12,273)	(6,048)	176	6,401	12,625
Exchange rate MXN/BRL	0.0848	0.1271	0.1695	0.2119	0.2543
COP	(4,447)	18,013	40,474	62,935	85,395
Exchange rate COP/BRL	0.0010	0.0015	0.0020	0.0025	0.0030
PEN	(24,474)	(11,897)	680	13,257	25,834
Exchange rate PEN/BRL	0.4945	0.7417	0.9889	1.2361	1.4834

The possible impacts shown by the sensitivity analysis would substantially affect equity, net of taxes.

In view of the net amounts of other currencies, their impacts are not deemed material.

4. Cash and cash equivalents, financial investments, marketable securities and derivative financial instruments (Continued)

d) Financial instrument and risk management (Continued)

Liquidity risk

Liquidity risk arises from the cash need related to the obligations assumed and as a form of management, and BM&FBOVESPA constantly evaluates its cash flows, thus ensuring liquidity to fulfill all its obligations. The following table shows the main liability financial instruments of BM&FBOVESPA Group by maturity (undiscounted cash flows basis):

	No maturity	Within 1 year	From 1 to 2 years	From 2 to 5 years	Over 5 years
Collaterals for transactions	1,727,640	-	-	-	-
Debt issued abroad	-	125,469	125,469	2,127,264	-
Swap (1)	-	510,255	62,008	303,937	-
NDFs (2)	-	17,535	-	-	-
Debentures	-	827,803	3,374,552	-	-
Loan in US Dollars	-	500,788	164,674	160,505	-
FINEP Loan	-	3,302	4,767	10,105	9,560

(1) The swap considers the amount to be paid in April 3, 2017 and forward swap operations to provide a rolling hedge for Senior Unsecured Notes For the adjustment calculation, CDI curve was used from March 31, 2017 up to the swap settlement date, the US Dollar at the closing of month (PTAX) was also used.

(2) NDFs take into consideration the amount to be settled in 2017 on contracted transactions. For the adjustment calculation, the dollar at the closing of month (PTAX) and MXN/BRL sale rate disclosed by the Central Bank of Brazil (BACEN) were used.

Credit risk

The main credit risk of BM&FBOVESPA arises from its financial investments. As a means of managing this risk, BM&FBOVESPA has a financial investment policy that focuses mainly on investments in Brazilian federal government securities. Currently approximately 98% of financial investments is in connection with federal government securities with ratings set by Standard & Poor's and Moody's of “BB” and “Ba2”, respectively, for long-term issues in local currency. The counterparties of Swaps, NDFs and loans taken out as hedging transactions are substantially first-tier banks.

4. Cash and cash equivalents, financial investments, marketable securities and derivative financial instruments (Continued)

d) Financial instrument and risk management (Continued)

Capital management

BM&FBOVESPA's objectives in managing its capital are to safeguard its ability to continue as a going concern in order to provide return for its shareholders and for other stakeholders, as well as to maintain an optimal target capital structure to reduce the cost of capital. In order to maintain or adjust its capital structure, BM&FBOVESPA may revise its practices for payment of dividends, return capital to shareholders, raise loans and issue marketable securities in the financial and capital markets.

In addition, as described in Note 17, BM&FBOVESPA is subject to capital regulatory requirement and must keep a safeguard and risk management structure exclusive for a proper settlement of transactions carried out and/or recorded in its systems.

For the year ended March 31, 2017, the consolidated position of free cash and cash equivalents exceeds the financial indebtedness by R$7,197,283.

5. Accounts receivable

Breakdown of accounts receivable is as follows:

	BM&FBOVESPA		Consolidated	
Description	**03/31/2017**	**12/31/2016**	**03/31/2017**	**12/31/2016**
Fees	**18,265**	12,603	**88,946**	12,603
Annual fees	**1,275**	1,338	**1,275**	1,338
Vendors - Signal broadcasting	**17,051**	13,726	**22,592**	13,726
Trustee and custodial fees	**37,757**	56,086	**75,679**	56,086
Database management	**-**	-	**24,497**	-
Data processing	**-**	-	**4,487**	-
Other accounts receivable	**1,531**	9,154	**3,579**	9,903
Subtotal	**75,879**	92,907	**221,055**	93,656
Estimated losses on accounts receivable	**(1,845)**	(2,011)	**(1,985)**	(2,011)
Total	**74,034**	90,896	**219,070**	91,645

5. Accounts receivable (Continued)

The amounts presented above are primarily denominated in Brazilian reais and approximately 90% falls due within 90 days. At March 31, 2017, the amounts overdue above 90 days totaled R$1,720 (R$2,171 at December 31, 2016) at BM&FBOVESPA and R$2,057 in the Consolidated.

Changes in estimated losses on accounts receivable:

	BM&FBOVESPA	Consolidated
Balance at December 31, 2016	2,011	2,011
Additions	362	362
Reversals	(528)	(528)
Acquisition of subsidiary	-	140
Balance at March 31, 2017	**1,845**	**1,985**

6. Other receivables

Other receivables comprise the following:

	BM&FBOVESPA		Consolidated	
	03/31/2017	12/31/2016	03/31/2017	12/31/2016
Current				
Receivables - related parties (Note 16)	**1,305**	6,038	**223**	294
Properties held for sale	**3,812**	3,812	**3,812**	3,812
Advances to employees	**2,661**	3,547	**3,684**	3,547
Exchange operations	**33,695**	-	**33,702**	-
Debt note	**-**	-	**19,690**	-
Tax – deferred income	**-**	-	**1,630**	-
Other	**368**	633	**8,160**	2,636
Total	**41,841**	14,030	**70,901**	10,289
Noncurrent				
Tax – deferred income	**-**	-	**1,554**	-
Brokers in court-ordered liquidation (1)	**-**	-	**2,200**	2,200
Other	**-**	-	**276**	-
Total	**-**	-	**4,030**	2,200

(1) Balance of accounts receivable from brokers in court-ordered liquidation, which considers the guarantee represented by the equity certificates pledged by the debtor.

7. Investments

a) Investments in subsidiaries and associates

Investments in subsidiaries and associates comprise the following:

Companies	Equity	Total shares	Adjusted P&L	% Ownership	Investment 3/31/2017	Investment 12/31/2016	Equity pickup 1Q 2017	Equity pickup 1Q 2016
Subsidiaries								
Banco BM&FBOVESPA de Liquidação e Custódia S.A.	84,816	24,000	3,007	100	**84,816**	81,790	3,007	2,789
Bolsa de Valores do Rio de Janeiro - BVRJ	76,888	115	913	86.95	**66,854**	66,060	794	1,023
BM&F (USA) Inc.	1,412	1,000	(82)	100	**1,412**	1,539	(82)	(9)
BM&FBOVESPA (UK) Ltd.	1,170	1,000	3	100	**1,170**	1,185	3	17
CETIP S.A. - Mercados Organizados	1,486,255	260,139,460	4,735	100	**13,025,483**	-	4,735	-
Total					**13,179,735**	**150,574**	**8,457**	**3,820**

BM&FBOVESPA BRV LLC stated no balance in the period.

Cetip owns 20% interests in the affiliate RTM, wich is a private communication network created especially for the financial sector, connecting approximately of 500 institutions and 25 information and service providers into a single operating environment. RTM manages data, voice and image services and provides specific solutions for financial industry. At March 31, 2017, equity amounts to R$37,006. With the effectiveness transaction between the BM&FBOVESPA and CETIP in March 29, 2017, BM&FBOVESPA is presenting an equity of R$11 in the consolidated.

Summary of key financial information of subsidiaries and associates at March 31, 2017:

	Subsidiaries					Associate
Description	Banco BM&FBOVESPA	Bolsa de Valores do Rio de Janeiro - BVRJ	BM&F (USA) Inc.	BM&FBOVESPA (UK) Ltd.	CETIP S.A.	RTM
Assets	486,536	93,132	1,519	1,698	6,328,929	48,444
Liabilities	401,720	16,244	107	528	1,940,204	11,438
Revenues	10,232	1,599	255	504	12,600	15,577

7. Investments

a) Investments in subsidiaries and associates (Continued)

Changes in investments

	Subsidiaries					
Investments	**Banco BM&FBOVESPA**	**Bolsa de Valores do Rio de Janeiro - BVRJ**	**BM&F (USA) Inc.**	**BM&FBOVESPA (UK) Ltd.**	**CETIP S.A.**	**Total**
Balances at December 31, 2016	81,790	66,060	1,539	1,185	-	150,574
Equity pickup	3,007	794	(82)	3	4,735	8,457
Exchange rate variation	-	-	(45)	(18)	-	(63)
Comprehensive income (loss) of subsidiary	19	-	-	-	-	19
Acquisition of subsidiary (Note 2(d))	-	-	-	-	13,020,748	13,020,748
Balances at March 31, 2017	**84,816**	**66,854**	**1,412**	**1,170**	**13,025,483**	**13,179,735**

b) Investment properties

This category comprises properties owned by subsidiary Bolsa de Valores do Rio de Janeiro (BVRJ) for rent, which are carried at cost and depreciated at the rate of 4% per annum. There were no additions or write-offs during the period, and depreciation totaled R$379 (R$380 at March 31, 2016). Rental income for the period ended March 31, 2017 amounted to R$1,599 (R$2,097 at March 31, 2016).

At March 31, 2017, cost less accumulated depreciation of this property amounted to R$28,737 (R$ 29,177 at December 31, 2016) and fair value estimated by management amounted to R$128,563, calculated considering the average square-meter price for sale of commercial buildings in the city of Rio de Janeiro, as disclosed in FIPEZAP table.

BM&FBOVESPA has no restriction on the ability sell its investment property.

8. Property and equipment (Continued)

	BM&FBOVESPA						
Changes	**Buildings**	**Furniture and fixtures**	**Computer devices and equipment**	**Facilities**	**Other**	**Construction in progress**	**Total**
Balances at December 31, 2016	279,378	14,625	111,391	26,767	20,342	7,511	460,014
Additions	149	1,454	49,660	2,716	15	683	54,677
Write-offs	-	(1)	(10)	-	(19)	-	(30)
Depreciation	(1,330)	(666)	(5,199)	(933)	(315)	-	(8,443)
Balances at March 31, 2017	**278,197**	**15,412**	**155,842**	**28,550**	**20,023**	**8,194**	**506,218**
Balances at March 31, 2017							
Cost	410,538	51,209	420,969	59,823	61,719	8,194	1,012,452
Accumulated depreciation	(132,341)	(35,797)	(265,127)	(31,273)	(41,696)	-	(506,234)
Net book balance	**278,197**	**15,412**	**155,842**	**28,550**	**20,023**	**8,194**	**506,218**
Average annual depreciation rates	**1.5%**	**8.3%**	**9.1%**	**6.6%**	**5.8%**		

	Consolidated						
Changes	**Buildings**	**Furniture and fixtures**	**Computer devices and equipment**	**Facilities**	**Other**	**Construction in progress**	**Total**
Balances at December 31, 2016	279,378	14,625	111,391	26,870	22,978	7,511	462,753
Additions	149	1,454	49,660	2,717	15	683	54,678
Write-offs	-	(1)	(10)	-	(44)	-	(55)
Depreciation	(1,330)	(668)	(5,280)	(944)	(338)	-	(8,560)
Acquisition of subsidiary	21,194	2,916	31,457	2,707	11,387	5,062	74,723
Balances at March 31, 2017	**299,391**	**18,326**	**187,218**	**31,350**	**33,998**	**13,256**	**583,539**
At March 31, 2017							
Cost	431,732	56,190	516,439	75,712	94,511	13,256	1,187,840
Accumulated depreciation	(132,341)	(37,864)	(329,221)	(44,362)	(60,513)	-	(604,301)
Net book balance	**299,391**	**18,326**	**187,218**	**31,350**	**33,998**	**13,256**	**583,539**
Average annual depreciation rates	**1.5%**	**8.8%**	**12.3%**	**8.1%**	**9.0%**		

In the quarter, BM&FBOVESPA absorbed as part of the project development cost the amount of R$2,187 (R$1,526 at March 31, 2016) related to the depreciation of equipment used in developing these projects.

BM&FBOVESPA's properties with a carrying amount of approximately R$91,954 (R$92,441 at December 31, 2016) were pledged as collateral in lawsuits. BM&FBOVESPA is not allowed to assign these assets as collateral for other lawsuits or sell them.

9. Intangible assets

Goodwill

According to the guidelines of CPC 01/IAS 36, the goodwill attributed to expected future profitability must be tested annually for impairment, or more frequently when there are indicators that impairment may have occurred. Goodwill is recorded at cost value less accumulated impairment losses. Impairment losses recognized on goodwill are not reversed.

Bovespa Holding

Goodwill from acquisition of Bovespa Holding in 2008, amounting to R$16,064,309, is based on the expected future profitability, supported by an economic and financial valuation report of the investment.

At December 31, 2015, testing supported by a valuation report issued by independent experts indicated the need for impairment at Bovespa Holding amounting to R$1,662,681, consequently the book value of goodwill amounted to R$ 14,401,628. In the first quarter of 2017, management reviewed the main internal and external indicators that influence the future cash flow of the Bovespa segment and did not identify any need to adjust goodwill value.

CETIP

Goodwill from acquisition of CETIP in March 2017, amounting to R$7,918,385 (Note 2(d)) is based on the expected future profitability, supported by an economic and financial valuation report of the investment.

9. Intangible assets (Continued)

Software and projects

	BM&FBOVESPA			
Changes	**Cost of internally generated software under development**	**Software internally generated - projects completed**	**Software**	**Total**
Balances at December 31, 2016	377,807	475,428	47,343	900,578
Additions	33,181	-	812	33,993
Transfers	(2,997)	2,997	-	-
Impairment (1)	(2,702)	(62,806)	-	(65,508)
Amortization	-	(15,231)	(4,801)	(20,032)
Balances at March 31, 2017	**405,289**	**400,388**	**43,354**	**849,031**
At March 31, 2017				
Cost	405,289	615,983	354,156	1,375,428
Accumulated amortization	-	(215,595)	(310,802)	(526,397)
Net book balance	**405,289**	**400,388**	**43,354**	**849,031**
Average annual amortization rates		**9.2%**	**14.2%**	

	Consolidated					
Changes	**Cost of internally generated software under development**	**Software internally generated - projects completed**	**Software**	**Contractual relationships**	**Trademark**	**Total**
Balances at December 31, 2016	377,807	475,428	47,343	-	-	900,578
Additions	33,181	-	812	-	-	33,993
Transfers	(2,997)	2,997	-	-	-	-
Impairment (1)	(2,701)	(62,807)	-	-	-	(65,508)
Amortization	-	(15,460)	(4,921)	(355)	-	(20,736)
Acquisition of subsidiary	33,995	4,942,189	48,904	51,291	190,131	5,266,510
Balances at March 31, 2017	**439,285**	**5,342,347**	**92,138**	**50,936**	**190,131**	**6,114,837**
At March 31, 2017						
Cost	439,285	5,644,311	459,010	373,084	190,131	7,105,821
Accumulated amortization	-	(301,964)	(366,872)	(322,148)	-	(990,984)
Net book balance	**439,285**	**5,342,347**	**92,138**	**50,936**	**190,131**	**6,114,837**
Average annual amortization rates		**14.0%**	**17.7%**	**20.0%**	**33.3%**	

(1) As a result of the consummation of the transaction between the BM&FBOVESPA and CETIP in March 29, 2017, BM&FBOVESPA acknowledged a decrease in recoverable value of iBalcão platform for a total value of R$65,508

9. Intangible assets (Continued)

In the quarter, BM&FBOVESPA absorbed as part of the project development cost the amount of R$1,110 (R$1,449 at March 31, 2016) related to the amortization of software used in developing these projects.

The ongoing projects refer mainly to the development of a new electronic trading platform for different types and classes of assets and the construction of a new business and IT architecture to support integration of the post-trade infrastructure.

10. Earnings and rights on securities in custody

These comprise dividends and interest on equity received from listed companies, which will be transferred to the custody agents and by them to their customers, who are the owners of the listed companies' shares.

11. Provision for taxes and contributions payable

	BM&FBOVESPA		Consolidated	
Description	**03/31/2017**	**12/31/2016**	**03/31/2017**	**12/31/2016**
Taxes and contributions withheld at source	**5,601**	61,439	**25,995**	64,100
PIS and COFINS payable	**27,961**	25,517	**38,996**	25,805
ISS payable	**3,599**	3,085	**6,066**	3,103
Other	**-**	-	**250**	-
Total	**37,161**	90,041	**71,307**	93,008

12. Debt issued abroad, loans and debentures

	BM&FBOVESPA		Consolidated	
	03/31/2017	**12/31/2016**	**03/31/2017**	**12/31/2016**
Current				
Interest payable on debt issued abroad (a)	**25,791**	58,794	**25,791**	58,794
Bank loans (b) (i)	**330,749**	373,919	**497,559**	373,919
Other loans (b) (ii)	**-**	-	**1,587**	-
Debentures (c)	**113,001**	17,495	**615,668**	17,495
	469,541	450,208	**1,140,605**	450,208
Noncurrent				
Debt issued abroad (a)	**1,934,116**	1,987,669	**1,934,116**	1,987,669
Bank loans (b) (i)	**-**	33,949	**309,533**	33,949
Other loans (b) (ii)	**-**	-	**17,865**	-
Debentures (c)	**2,992,509**	2,991,806	**2,992,509**	2,991,806
	4,926,625	5,013,424	**5,254,023**	5,013,424
Total indebtedness	**5,396,166**	5,463,632	**6,394,628**	5,463,632

a) Debt issued abroad

With the adoption of the fair value hedge accounting in March 2016 (Note 4(c)), the principal amount of debt securities issued abroad in 2010 are now measured at fair value.

The loan balance upated at March 31, 2017 amounts to R$1,959,907 (R$2,046,463 at December 31, 2016), which includes the amount of R$25,791 (R$58,794 at December 31, 2016) referring to interest incurred until the reporting date.

In September 2016, BM&FBOVESPA took out a Non-Deliverable Forward (NDF) and designated it as a hedging instrument to hedge the currency risk of four installments of half-yearly interest of Senior Unsecured Notes (Note 4(c)).

12. Debt issued abroad, loans and debentures (Continued)

a) Debt issued abroad (Continued)

Changes in debt issued abroad and hedge effects are as follows:

	BM&FBOVESPA and Consolidated		
	Current	**Noncurrent**	**Total**
Debt issued abroad (12/31/2016)	58,794	1,987,669	2,046,463
Exchange rate variation - fair value hedge	-	(55,183)	(55,183)
Exchange rate variation - cash flow hedge	(728)	-	(728)
Interest paid	(63,463)	-	(63,463)
Interest payable	31,513	-	31,513
Fundraising cost amortization	(325)	-	(325)
Foreign loan at amortized cost	25,791	1,932,486	1,958,277
Fair value adjustment - Fair value hedge	-	1,630	1,630
Debt issued abroad (03/31/2017)	**25,791**	**1,934,116**	**1,959,907**

The market value of securities, considering principal and interest, amounts to R$2,052,534 at March 31, 2017 (R$2,064,997 at December 31, 2016), which is obtained from Bloomberg.

b) Loans

i) Bank loans

In December 2016, BM&FBOVESPA entered into a loan agreement with a first-tier bank in the amount of US$125,000 (One hundred and twenty-five million US Dollars), at a rate of 2.57% per annum (p.a.), maturing within thirteen months. This loan was designated as a hedging instrument to hedge the foreign exchange risk of part of future revenues (Note 4(d)).

The loan is repayable in 12 equal installments of US$10,417 (Ten million four hundred and seventeen US dollars), on the first business day of each month.

As at March 31, 2017, the balance of the loan principal amount plus interest is R$ 330,749 (R$407,868 at December 31, 2016).

In 2014, CETIP Lux raised a bank loan amounting to US$100,000 (One hundred million US Dollars) backed by a Company fiduciary guarantee.

12. Debt issued abroad, loans and debentures (Continued)

b) Loans (Continued)

i) Bank loans (Continued)

The loan has term of four years, with amortization of principal installments amounting to US$50,000 (fifty million US Dollars) in August 2017 and amortization of the remaining balance in August 2018. The interest rate of the loan is approximately 2.5% per annum and quarterly payment of interest.

The loan agreement establishes certain covenants that, in case of violation by CETIP Lux, may result in the early repayment of the loan. These include:

(a) Maintenance of a financial leverage ratio, based on the quotient of the division of net debt by EBITDA and calculated quarterly, which must not exceed 2.5 times

(b) Maintenance of interest coverage ratio (quotient of the division between EBITDA and the value of financial expenses with interest), calculated on a quarterly basis, which should not be less than 3.0 times.

On March 31, 2017, CETIP Lux was in compliance with the covenants set out in the loan agreement.

As at March 31, 2017, the balance of the loan principal amount plus interest is R$ 317,147.

In 2016, CETIP Lux raised a bank loan amounting to US$50,000 (fifty million US Dollars), backed by a Company fiduciary guarantee.

The loan has term of three years, with amortization of the principal in September 2019. The interest rate of the loan is approximately 4% per annum and semiannual payment of interest.

The loan agreement establishes certain covenants that, in case of violation by CETIP Lux, may result in the early repayment of the loan.

12. Debt issued abroad, loans and debentures (Continued)

b) Loans (Continued)

i) Bank loans (Continued)

On March 31, 2017, CETIP Lux was in compliance with the covenants established in the loan agreement.

As at March 31, 2017, the balance of the loan principal amount plus interest is R$ 159,196.

ii) Loans with subsidiaries

Loans between CETIP and the subsidiary CETIP Lux amount to US$461,410 (four hundred and sixty one million US Dollars) at March 31, 2017.

Loan agreements have a weighted average period of approximately three years with amortization of principal in September 2019 and December 2020 amounting to US$404,800 and US$56,610, respectively. The weighted average interest rate of the loans is approximately 4.5% per annum and semiannual payment of interest or on maturity of the principal, depending on the agreement.

At March 31, 2017, the balance of the loan principal amount plus interest is R$ 1,491,830.

iii) Other loans

In 2012, CETIP obtained approval from the Study and Project Financing Board (FINEP), for funding to partially cost the expenses incurred in the preparation of a data management and system processing development projects relating to liens on vehicles and properties.

The total value of the funding is R$11,782 and will be fully settled up to 2020. The financing contains a principal amortization grace period for the first 20 months, interest at 4% a year on the balance due, and is amortized on a monthly basis.

In 2016, CETIP entered into a new agreement with FINEP to partially cost the expenses incurred in the preparation of new data management and system processing development projects.

12. Debt issued abroad, loans and debentures (Continued)

b) Loans (Continued)

iii) Other loans (Continued)

The value of the funding up to March 31, 2017 amounts to R$ 15,001 and will be fully settled up to 2026. The financing contains a principal amortization grace period for the first 17 months, interest at 9% a year on the balance due, and is amortized on a monthly basis.

As at March 31, 2017, the balance of the loan principal amount plus interest is R$ 19,452.

c) Debentures issued

Single series

On December 15, 2016, BM&FBOVESPA completed its first issuance of simple unsecured non-convertible debentures in a single series, with BM&FBOVESPA being rated by Moody's as “Aaa.br”. The debentures totaled R$3,000,000 and will mature after three years from the date of issuance but no later than December 30, 2019.

	Contractual rate	Number	Unit par value in R$	Total issuance
First issuance (single series)	104.25% DI	3,000,000	1,000.00	3,000,000

The debentures will yield interest equivalent to 104.25% of the DI Rate with amortization of principal in equal installments in the 24th and 36th months, and semiannual payment of interest on the 1st of June and December each year, with the first payment on June 1, 2017 and the last on January 1, 2019.

The net funds from the issuance will be fully used in the business combination between BM&FBOVESPA and CETIP, or in the settlement of loans obtained by BM&FBOVESPA for use in its operations or in the normal course of its business.

As at March 31, 2017, the balance of the principal amount plus interest less costs incurred in the issuance of debentures is R$3,105,510 (R$3,009,301 at December 31, 2016).

12. Debt issued abroad, loans and debentures (Continued)

c) Issue of debentures (Continued)

Single series (Continued)

The market value of securities, considering principal and interest, amounts to R$3,134,469 at March 31, 2017 (R$3,017,490 at December 31, 2016), which is obtained from the fiduciary agent.

2nd series

In August 6, 2014, CETIP's Board of Directors approved the second issue of simple unsecured non-convertible Company debentures in a single series, amounting to R$500,000, which was the subject of public distribution with restricted placement efforts, pursuant to CVM Rule No. 476/09. Net funds obtained with the issue were intended for the early redemption of Company first issue debentures as well as to replenish Company cash.

The debentures have a three year term as from the date of issue, maturing September 12, 2017, and are entitled to remuneration equivalent to the accumulated variation of 106.65% of the DI rate.

The issuance indenture sets out certain covenants that, in the event of non-compliance, may result in the early redemption of the debentures. These include:

(a) Maintenance of a maximum financial leverage ratio, based on a quotient of the division of net debt by EBITDA and calculated quarterly, equal to or less than 2.5 times

(b) Maintenance of interest coverage ratio (quotient of the division between EBITDA and the value of financial expenses with interest), calculated on a quarterly basis, equal to or less than 3.0 times.

On March 31, 2017, CETIP was in compliance with the covenants set out in the Issuance Indenture.

As at March 31, 2017, the balance of the principal amount plus interest less costs incurred in the issuance of debentures is R$502,667.

13. Other liabilities

	BM&FBOVESPA		Consolidated	
	03/31/2017	12/31/2016	03/31/2017	12/31/2016
Current liabilities				
Payables – CME	**13,792**	14,574	**13,794**	14,575
Payables to related parties (Note 16)	**517**	324	**290**	257
Custody agents	**3,205**	3,172	**3,205**	3,172
Amounts to be transferred - Direct Treasury	**26,906**	28,558	**26,906**	28,558
Advance received for the sale of property	**7,500**	7,500	**7,500**	7,500
Preferred shares payable	**1,838**	1,838	**1,838**	1,838
Redemption of shares payable (3)	**8,179,842**	-	**8,179,842**	-
Demand deposits (1)	**-**	-	**137,662**	115,502
Repurchase agreements (2)	**-**	-	**240,727**	303,002
Foreign exchange transactions	**-**	-	**13**	-
Other	**8,394**	9,108	**10,818**	10,108
Total	**8,241,994**	65,074	**8,622,595**	484,512
Noncurrent liabilities				
Payables – CME	**25,355**	39,649	**25,355**	39,649
Other	**-**	-	**1,330**	-
Total	**25,355**	39,649	**26,685**	39,649

(1) These refer to demand deposits held by corporations at Banco BM&FBOVESPA with the sole purpose of settlement of clearing operations held within BM&FBOVESPA and the Special System for Settlement and Custody (SELIC) pursuant to BACEN Circular Letter No. 3196 of July 21, 2005.

(2) These refer to open market funding made by Banco BM&FBOVESPA, comprising repurchase agreements maturing on April 3, 2017 (January 2, 2017 for 2016) and backed by National Treasury Notes series B (NTN-B), Financial Treasury Bills (LFT) and National Treasury Bills (LTN).

(3) Refers to the redemption of the preferred shares issued by the Holding to be paid to Cetip's shareholders in the context of the business combination operation (Note 2(d)).

14. Provisions for tax, civil and labor contingencies, contingent assets and liabilities, judicial deposits and other provisions

a) Contingent assets

BM&FBOVESPA has no contingent assets recognized in its balance sheet and, at present, no lawsuits which are expected to give rise to significant future gains.

14. Provisions for tax, civil and labor contingencies, contingent assets and liabilities, judicial deposits and other provisions (Continued)

b) Provisions for tax, civil and labor contingencies

BM&FBOVESPA and its subsidiaries are defendants in a number of legal and administrative proceedings involving labor, tax and civil matters arising in the ordinary course of business.

The legal and administrative proceedings are classified by their likelihood of loss (probable, possible or remote), based on the assessment by BM&FBOVESPA's legal department and external legal advisors, using parameters such as previous legal decisions and the history of loss in similar cases.

The proceedings assessed as probable loss are mostly comprised as follows:

- Labor claims mostly relate to claims filed by former employees of BM&FBOVESPA and its subsidiary CETIP and employees of outsourced service providers, on account of alleged noncompliance with labor legislation;
- Civil proceedings mainly relate to aspects of civil liability of BM&FBOVESPA and its subsidiaries, as well as to cancelling of the then Associação CETIP former associates' shares;
- Tax proceedings for which provisions were set up mostly relate to PIS and COFINS levied on (i) BM&FBOVESPA and its subsidiary CETIP's revenues; and (ii) receipt of interest on equity.

BM&FBOVESPA figures as defendant in a civil proceeding filed by a commodities broker in bankruptcy that operated in the former BM&F. The provision for this contingency amounts to R$198,460 and comprises: (i) estimated amount regarding the delivery of 3,278,554 BVMF3 shares, plus corresponding earnings; (ii) restated indemnity of R$32,589; and (iii) related attorney's fees.

c) Legal obligations

Legal obligations comprise three groups of proceedings in which BM&FBOVESPA and its subsidiaries seeks (i) exemption from additional social security contribution on payroll and payments to self-employed professionals; (ii) the unconstutionality of broadening of COFINS tax base pursuant to Law No. 9718; and (iii) non-levy of ISS tax on the activity of permanence, registration of securities and other services.

14. Provisions for tax, civil and labor contingencies, contingent assets and liabilities, judicial deposits and other provisions (Continued)

d) Other provisions

BM&FBOVESPA and its subsidiaries BVRJ and CETIP have contracts that provide for the payment of attorneys' success fees arising from tax and civil proceedings, in which they figure as defendants. Within its best estimates, BM&FBOVESPA determined and provisioned the amounts for which it understands that there is likelihood of future disbursement, related to attorneys' success fees from proceedings whose likelihood of loss is assessed as possible and remote.

e) Changes in balances

Changes in provisions for contingencies and legal obligations are detailed as follows:

	BM&FBOVESPA					
	Civil proceedings	**Labor claims**	**Legal obligations**	**Tax proceedings**	**Other provisions**	**Total**
Balances at December 31, 2016	197,162	33,877	65,687	18,870	40,960	356,556
Provisions	-	339	3,544	-	-	3,883
Provision expenditure	(1)	(2,591)	-	-	-	(2,592)
Reversal of provisions	(12)	(1,783)	-	-	(15)	(1,810)
Reassessment of risks	8,551	(454)	-	-	-	8,097
Monetary restatement	4,108	839	1,412	305	399	7,063
Balances at March 31, 2017	**209,808**	**30,227**	**70,643**	**19,175**	**41,344**	**371,197**

	Consolidated					
	Civil proceedings	**Labor claims**	**Legal obligations**	**Tax proceedings**	**Other provisions**	**Total**
Balances at December 31, 2016	203,975	33,904	65,687	18,870	48,944	371,380
Provisions	-	339	3,544	-	-	3,883
Provision expenditure	(1)	(2,591)	-	-	(1,855)	(4,447)
Reversal of provisions	(12)	(1,783)	-	-	(15)	(1,810)
Reassessment of risks	8,551	(454)	-	-	-	8,097
Monetary restatement	4,638	840	1,412	305	455	7,650
Acquisition of subsidiary	146,806	442	131,347	-	2,485	281,080
Balances at March 31, 2017	**363,957**	**30,697**	**201,990**	**19,175**	**50,014**	**665,833**

Considering the characteristics of the provisions, the timing of the cash disbursements, if any, cannot be predicted.

14. Provisions for tax, civil and labor contingencies, contingent assets and liabilities, judicial deposits and other provisions (Continued)

f) Possible losses

The proceedings assessed as possible loss are so classified as a result of uncertainties surrounding their outcome. They are legal or administrative proceedings for which case law has not yet been established or which still depend on check and analysis of the facts, or even involve specific aspects that reduce the likelihood of loss.

BM&FBOVESPA and its subsidiaries are parties to tax, civil and labor lawsuits involving risks of loss classified by management as possible, based on the assessment of their legal department and external legal advisors, for which no provision has been recorded. These proceedings comprise mainly the following:

- Labor claims mostly relate to claims filed by former employees of BM&FBOVESPA and its subsidiary CETIP and former employees of outsourced service providers, on account of alleged noncompliance with labor legislation. The amount involved in the legal proceedings assessed as possible loss at March 31, 2017 totals R$18,507 in both the Company and consolidated (R$18,173 in the Company and consolidated at December 31, 2016). In 13 cases, the likelihood of loss is considered possible, in the amount of R$9,105. In 6 of these cases, the Company is the first defendant and in the other ones, a secondary defendant. In summary, the plaintiffs allege that their labor rights were not observed (December 31, 2016 - 11 legal proceedings, with amounts at risk totaling R$9,620).
- Civil proceedings mainly relate to aspects of civil liability for losses and damages. The amount involved in civil proceedings classified as possible losses at March 31, 2017 totals R$115,990 in BM&FBOVESPA (R$102,718 at December 31, 2016) and R$450,511 in the Consolidated (R$324,388 at December 31, 2016). The main civil proceedings of BM&FBOVESPA and its subsidiaries refer to the following issues:

  Two legal proceedings, the first one refers to the possibility of BVRJ being required to indemnify an investor for alleged omission in an audit report, brought before the Special Guarantee Fund Commission of BVRJ, of shares that allegedly resulted from transactions carried out by the investor through a broker, which were not included in the custody account. The second proceeding involves the possibility of BM&FBOVESPA being sentenced, jointly with BVRJ, to indemnify the broker, which, for not meeting the requirements, was not authorized to exchange the membership certificates of BVRJ which it alleged to own, with membership certificates of the then São Paulo Stock Exchange, which, in turn, would entitle to shares issued by BM&FBOVESPA.

14. Provisions for tax, civil and labor contingencies, contingent assets and liabilities, judicial deposits and other provisions (Continued)

f) Possible losses (Continued)

CETIP, as successor of CETIP Associação, has been challenged in court due to the cancellation of certain participants' shares. At March 31, 2017, proceedings pending judgement involving inquiries about the cancellation of 4 shares with an estimated value at risk of R$95,180 and whose likelihood of loss is deemed possible.

- The amounts involved in the tax proceedings classified as possible loss total R$577,242 (R$566,780 at December 31, 2016) in the Company and R$592,365 (R$566,987 at December 31, 2016) in the consolidated. The main tax proceedings of BM&FBOVESPA and its subsidiaries refer to the following matters:

(i) Classification of the former BM&F and Bovespa, in the period prior to the demutualization, as taxpayers of the Contribution Tax on Gross Revenue for Social Security Financing ("COFINS"), which is the subject matter of two declaratory judgment actions pleading the declaration that the plaintiffs have no tax obligations owed to the federal tax authorities and seeking non-levy of COFINS on revenue arising from the exercise of the activities for which they were established, the revenue of which does not fall under the concept of billing. The amount involved in the aforementioned proceedings at March 31, 2017 totals R$64,796 (R$63,892 at December 31, 2016).

(ii) Collection of Withholding Income Tax (IRRF) relating to the calendar year 2008, since the Brazilian IRS understands that BM&FBOVESPA would be responsible for withholding and paying IRRF on the alleged capital gains earned by non-resident investors in Bovespa Holding S.A., due to the merger of shares of Bovespa Holding S.A. into BM&FBOVESPA. The amount involved in this administrative proceeding at March 31, 2017 totals R$208,354 (R$204,695 at December 31, 2016).

14. Provisions for tax, civil and labor contingencies, contingent assets and liabilities, judicial deposits and other provisions (Continued)

f) Possible losses (Continued)

(iii) Alleged levy of social security taxes on options granted under the Stock Option Plan of BM&F S.A., assumed by BM&FBOVESPA, and of BM&FBOVESPA itself, exercised by the beneficiaries of the Plan in 2011 and 2012, as well as one-time fine due to the non-withholding at source of income tax allegedly due on those options. The inquiries of the Brazilian IRS are based on the understanding that the stock options were granted to employees in the nature of salary as they represent compensation for services rendered. The amounts involved in these administrative proceedings at March 31, 2017 are: (i) R$90,009 (R$88,075 at December 31, 2016), relating to social security taxes allegedly due, assessed as possible loss, and (ii) R$36,927 (R$36,010 at December 31, 2016), relating to one-time fine for the non-withholding of income tax, assessed as remote loss.

(iv) Alleged differences in payment of IRPJ and CSLL stemming from questioning of the limits of deductibility of interest on equity paid by BM&FBOVESPA to its shareholders in calendar year 2008. The total amount involved in this administrative proceeding is R$154,431 (R$151,623 at December 31, 2016), including late-payment interest and automatic fine.

g) Remote losses

On November 29, 2010, BM&FBOVESPA was served a tax deficiency notice from the Brazilian IRS challenging the amortization, for tax purposes in 2008 and 2009, of goodwill generated upon the merger of Bovespa Holding S.A.'s shares into BM&FBOVESPA in May 2008. In October 2011, the Brazilian IRS Judgment Office in São Paulo handed down a decision on the challenge presented by BM&FBOVESPA, upholding, in substance, the tax deficiency notice. In December 2013, the Administrative Board of Tax Appeals (CARF) handed down a decision denying the voluntary appeal filed by BM&FBOVESPA, thus upholding the tax deficiency notice. On March 25, 2015, CARF denied the motions for clarification filed by BM&FBOVESPA. On May 29, 2015, BM&FBOVESPA filed a Special Appeal with the Higher Chamber of CARF. On April 5, 2017, the Higher Chamber of the Administrative Board of Tax Appeals (CARF) handed down a decision denying the special appeal filed by BM&FBOVESPA. Currently, the Company awaits a summons regarding the full content of the court decision. BM&FBOVESPA understands that the risk of loss associated with this tax matter is remote and will continue to amortize the goodwill for tax purposes as provided for by prevailing legislation. The amount involved in this administrative proceeding at March 31, 2017 totals R$1,206,257 (R$1,184,514 at December 31, 2016).

14. Provisions for tax, civil and labor contingencies, contingent assets and liabilities, judicial deposits and other provisions (Continued)

g) Remote losses (Continued)

On April 2, 2015, BM&FBOVESPA was served a tax deficiency notice from the Brazilian IRS challenging the amortization, for tax purposes in 2010 and 2011, of goodwill generated upon the merger of Bovespa Holding S.A.'s shares into BM&FBOVESPA in May 2008. On April 27, 2016, BM&FBOVESPA was notified of the Brazilian IRS Judgment Office's (DRJ) decision denying the Company's appeal and BM&FBOVESPA will file an appeal with the Administrative Board of Tax Appeals (CARF) within the term prescribed by applicable regulations. BM&FBOVESPA understands that the risk of loss associated with this tax matter is remote and will continue to amortize the goodwill for tax purposes as provided for by prevailing legislation. The amount involved in this administrative proceeding at March 31, 2017 totals R$2,398,733 (R$2,347,853 at December 31, 2016).

BM&FBOVESPA, as successor of the former BOVESPA, and subsidiary BVRJ figure as defendants in a claim for property damages and pain and suffering filed by Naji Robert Nahas, Selecta Participações e Serviços SC Ltda., and Cobrasol - Companhia Brasileira de Óleos e Derivados, on the grounds of alleged losses in the stock market sustained in June 1989. The amount attributed to the cause by the plaintiffs is R$10 billion. In relation to property damages and pain and suffering claimed, the plaintiffs ask that BM&FBOVESPA and BVRJ be sentenced in proportion to their responsibilities. A decision was handed down whereby the claims by the plaintiffs were considered completely unfounded. This decision was confirmed by the High Court of Justice of Rio de Janeiro State by means of a decision published on December 18, 2009. The plaintiffs filed special and extraordinary appeals, both of which were denied. Interlocutory appeals were filed with the High Court of Justice and with the Federal Supreme Court of Brazil, and the appeal was granted for appreciation by the High Court of Justice, so that the special appeal lodged by the plaintiffs may be examined by a higher court. The special appeal was partially disclosed and was unanimously denied in connection with this portion. The plaintiffs lodged motions for clarification against this decision, which were unanimously denied, then they lodged motions for reconsideration, which were also overruled. Considering this decision, the plaintiffs filed a request for reconsideration and, alternatively, a special appeal. The High Court of Justice considered the request for reconsideration as a special appeal and dismissed it, against which the plaintiffs lodged a motion for clarification, which was also rejected. The appeal filed by plaintiffs was not recognized by the Federal Supreme Court of Brazil. Considering this decision, the plaintiffs filed a request for reconsideration and, alternatively, a special appeal. The Federal Supreme Court dismissed the special appeal. A final unappealable decision was issued and the proceeding was closed. Accordingly, it will no longer be disclosed in subsequent explanatory notes.

14. Provisions for tax, civil and labor contingencies, contingent assets and liabilities, judicial deposits and other provisions (Continued)

g) Remote losses (Continued)

BM&FBOVESPA, as the successor of Bolsa de Mercadorias e Futuros - BM&F ("BM&F") and as disclosed in its Form of Reference (item 4.3), figures as a defendant in civil public actions and class actions filed in order to investigate the practice of possible acts of administrative impropriety, and to receive compensation for alleged damages to the federal treasury as a result of transactions conducted by the Central Bank of Brazil in January 1999 in the US dollar futures market run by the former BM&F. On March 15, 2012, those proceedings were deemed valid in the trial court and sentenced most of the defendants, among them, BM&F. The total amount arising from this unfavorable decision is R$7,005 million, and, according to one of the decisions handed down, the gains that the Central Bank of Brazil obtained by reason of the non-use of international reserves, amounting to R$5,431 million, may be deducted. BM&FBOVESPA was also sentenced to pay a civil penalty of R$1,418 million. The figures were measured in January 1999 and should be adjusted for inflation, plus interest and burden of defeat. BM&FBOVESPA believes that these actions are fully groundless and will not recognize in its quarterly information any provision for such lawsuits as the risk of loss is remote. Appeals were filed, which have caused the execution of the trial court judgment to be suspended. Currently, BM&FBOVESPA awaits the analysis of these appeals by the Federal Court of Appeals of the 1st Chapter.

h) Judicial deposits

	BM&FBOVESPA		Consolidated	
Description	**03/31/2017**	**12/31/2016**	**03/31/2017**	**12/31/2016**
Legal obligations	**70,755**	65,800	**228,342**	65,800
Tax proceedings	**80,704**	79,569	**81,068**	79,908
Civil proceedings	**6,026**	5,941	**6,026**	5,941
Labor claims	**10,937**	10,968	**11,258**	11,111
Total	**168,422**	162,278	**326,694**	162,760

14. Provisions for tax, civil and labor contingencies, contingent assets and liabilities, judicial deposits and other provisions (Continued)

h) Judicial deposits (Continued)

Out of the total BM&FBOVESPA judicial tax deposits, the following are highlighted: (i) R$59,422 (R$58,576 at December 31, 2016) relates to the disputes over the classification of the exchanges as subject to the payment of COFINS, which are assessed as possible loss by BM&FBOVESPA, as described in item "f" above; and (ii) R$14,440 (R$14,207 at December 31, 2016) refers to cases regarding PIS and COFINS on interest on equity received. Of the total deposits relating to legal obligations, R$70,744 (R$65,788 at December 31, 2016) relates to the proceedings in which BM&FBOVESPA claims non-levy of additional social security contribution on payroll and payments to self-employed professionals, and challenges the legality of FAP (an index applied to calculate the occupational accident insurance owed by employers).

With respect to BM&FBOVESPA subsidiaries, the following judicial deposits made by CETIP are to be highlighted: (i) the amount of R$22,554 refer to a final decision already handed down in which CETIP obtained exemption from COFINS for certain revenues classified under item X of article 14 of Provisional Executive Order No. 2158-35/2001; (ii) R$1,938 relate to a proceeding in which CETIP challenges the broadening of COFINS tax base pursuant to Law No. 9718; and (iii) R$133,118 relate to proceedings in which CETIP seeks non-levy of ISS tax on the activity of permanence, registration of securities and other services.

Due to the existence of judicial deposits related to tax proceedings classified as possible losses, the total tax contingencies and legal obligations are less than the total deposits related to tax claims.

15. Equity

a) Capital

BM&FBOVESPA's fully subscribed and paid-up capital is R$3,198,655 comprising 2,059,138,490 (1,815,000,000 at December 31, 2016) registered common shares with voting rights and no par value, including 2,036,682,191 common shares outstanding at March 31, 2017 (1,787,429,549 at December 31, 2016).

15. Equity (Continued)

a) Capital (Continued)

At a meeting of the Board of Directors held on March 28, 2017, a capital increase was approved through issue of 244,138,490 registered common shares with no par value, due to merger of the Holding (Note 2(d)), in the total amount of R$4,724,080, of which R$658,416 was allocated to capital and R$4,065,664 to capital reserve. Accordingly, BM&FBOVESPA's capital now totals R$3,198,655.

BM&FBOVESPA is authorized to increase its capital up to the limit of 2,500,000,000 common shares, through a resolution of the Board of Directors, without any amendment to its Articles of Incorporation.

b) Treasury shares

The changes in treasury shares for the quarter are as follows:

	Number	Amount
Balances at December 31, 2016	27,570,451	306,022
Shares sold – stock options and stock grant plan	(5,114,152)	(56,765)
Balances at March 31, 2017	**22,456,299**	**249,257**
Average cost of treasury shares (R$ per share)		11.100
Market value of treasury shares		432,733

c) Revaluation reserves

Revaluation reserves were established as a result of the revaluation of works of art in BM&FBOVESPA and of the properties of the subsidiary BVRJ in 2007, based on independent experts' appraisal reports.

d) Capital reserve

This refers substantially to amounts originated in the merger of Bovespa Holding shares in 2008, and other corporate events allowed by the Brazilian Corporation Law, such as (i) capital increase through merger, (ii) redemption, repayment or purchase of shares, and (iii) events associated with stock grant and stock options.

15. Equity (Continued)

e) Income reserves

i) Legal reserve

Legal reserve is annually set up with allocation of 5% of net income for the year, capped at 20% of capital. The legal reserve aims at ensuring integrity of capital and may only be used to absorb losses and increase capital. The legal reserve is not required to be set up considering that its amount plus the capital reserves exceed 30% of the Company capital.

ii) Statutory reserves

Represent funds and safeguard mechanisms required for the activities of BM&FBOVESPA, in order to ensure the proper settlement and reimbursement of losses arising from the intermediation of transactions carried out in its trading sessions and/or registered in any of its trading, registration, clearing and settlement systems, and from custody services.

Pursuant to the Articles of Incorporation, the Board of Directors may, when the amount of the statutory reserve is sufficient to meet the purposes for which it was originally established, propose that part of the reserve be distributed to the shareholders of the Company.

f) Other comprehensive income

The purpose is to record the effects of (i) exchange variation of the investments abroad, (ii) hedge accounting on net foreign investment (Note 12), (iii) cash flow hedge (Note 4), (iv) comprehensive income of subsidiaries, (v) actuarial gains/losses on post-retirement health care benefits and (vi) mark-to-market of financial assets available for sale.

g) Dividends and interest on equity

As provided for in the Articles of Incorporation, shareholders are entitled mandatory minimum dividends of 25% of net income for the year, adjusted under Brazilian Corporation Law.

15. Equity (Continued)

h) Earnings per share

		Consolidated
Basic	**1Q 2017**	**1Q 2016**
Numerator		
Net income available to shareholders of BM&FBOVESPA	**280,552**	339,327
Denominator		
Weighted average number of outstanding shares	**1,977,716,361**	1,786,388,503
Basic earnings per share (in R$)	**0.141857**	0.189951

		Consolidated
Diluted	**1Q 2017**	**1Q 2016**
Numerator		
Net income available to shareholders of BM&FBOVESPA	**280,552**	339,327
Denominator		
Weighted average number of outstanding shares adjusted by effects of stock options and stock option plans	**1,988,380,125**	1,800,363,227
Diluted earnings per share (in R$)	**0.141096**	0.188477

16. Transactions with related parties

a) Balances and transactions with related parties

Description	Assets/(liabilities)		Income/(expense)	
	03/31/2017	12/31/2016	1Q 2017	1Q 2016
Banco BM&FBOVESPA de Serviços de Liquidação e Custódia S.A. (1)				
Accounts receivable	**1,079**	1,058	**-**	-
Interest on equity receivable	**-**	4,675	**-**	-
Recovery of expenses	**-**	-	**3,265**	2,898
Income from fees	**-**	-	**5**	6
BM&F (USA) Inc. (1)				
Accounts payable	**(65)**	(67)	**-**	-
Sundry expenses	**-**	-	**(254)**	(431)
BM&FBOVESPA (UK) Ltd. (1)				
Accounts payable	**(162)**	-	**-**	-
Sundry expenses	**-**	-	**(380)**	(522)
Bolsa de Valores do Rio de Janeiro (1)				
Accounts receivable	**3**	11	**-**	-
Recovery of expenses	**-**	-	**14**	5
BM&FBOVESPA Supervisão de Mercados				
Accounts receivable	**203**	270	**-**	-
Accounts payable	**(290)**	(115)	**-**	-
Donation/contribution	**-**	-	**(876)**	(1,490)
Recovery of expenses	**-**	-	**728**	634
Associação BM&F				
Accounts receivable	**5**	4	**-**	-
Accounts payable	**-**	(10)	**-**	-
Recovery of expenses	**-**	-	**14**	18
Expenses with courses	**-**	-	**(15)**	(57)
Sponsorship	**-**	-	**(1,400)**	(15)
CETIP S.A. - Mercados Organizados (1)				
Suppliers	**(131)**	-	**-**	-
Revenue from annual fees	**(51)**	-	**-**	-
Expenses with custody	**-**	-	**(11)**	-
Other related parties				
Accounts receivable	**15**	20	**-**	-
Accounts payable	**-**	(132)	**-**	-
Donation	**-**	-	**(60)**	(125)
Recovery of expenses	**-**	-	**49**	34
Sundry expenses	**-**	-	**(595)**	(408)

(1) Subsidiaries included in the consolidation process.

16. Transactions with related parties (Continued)

a) Transactions and balances with related parties (Continued)

BM&FBOVESPA follows a policy on transactions with related parties, approved by the Board of Directors, which aims to establish rules to ensure that all decisions involving related-party transactions and other situations of potential conflict of interest are taken to the interests of BM&FBOVESPA and its shareholders.

The main recurring transactions with related parties are described below and were carried out under the following conditions:

- The amounts owed by Banco BM&FBOVESPA to BM&FBOVESPA refer to the Company's funds used by Banco BM&FBOVESPA in performing its activities under a formal agreement signed by the parties.
- BM&FBOVESPA Supervisão de Mercados - BSM has entered into an agreement with BM&FBOVESPA for the transfer and recovery of costs, which establishes the reimbursement to BM&FBOVESPA for expenses incurred for resources and infrastructure made available to BSM to assist in the performance of its supervision activities. Such costs are determined on a monthly basis using the methodology specified in the agreement signed by the parties and also include the activities related to the Mecanismo de Ressarcimento de Prejuízos (Loss Recovery Mechanism), as this mechanism is administered by BSM.

  BM&FBOVESPA makes transfers in order to supplement financing for the activities of BSM and regular transfers of fines for failure to settle debts and deliver assets by BSM, as set out in Circular Letter No. 044/2013 of BM&FBOVESPA.
- BM&FBOVESPA monthly pays BM&F (USA) Inc. and BM&FBOVESPA (UK) Ltd. for representing it abroad by liaising with other exchanges and regulators and assisting in bringing new clients to the Brazilian capital market.
- Associação BM&F, Associação Bovespa, Instituto BM&FBOVESPA and Associação Profissionalizante BM&FBOVESPA periodically reimburse BM&FBOVESPA for expenses associated with the resources and infrastructure provided by BM&FBOVESPA to assist them in performing their activities.
- BM&FBOVESPA pays the cost of courses taken by its employees directed to the financial and capital markets offered by Instituto Educacional BM&FBOVESPA, administered by Associação BM&F.

16. Transactions with related parties (Continued)

a) Transactions and balances with related parties (Continued)

- Sundry expenses with other related parties consist mainly of lawyer's services provided by law firm Barbosa Mussnich Aragão - Advogados (BMA) in the operation with Cetip. Management understood that law firm BMA is a related party, since one of its partners is member of the Board of Directors of BM&FBOVESPA. The engagement was in line with the criteria set by the related party policy and other situations involving conflict of interest of BM&FBOVESPA.
- BM&BOVESPA pays CETIP on a monthly basis for services related to maintenance registration of assets and derivatives. CETIP pays BM&FBOVESPA annual fees for maintenance of the listing registration with BM&FBOVESPA, for trading of its securities on the stock market.

In addition to the transactions with related parties, within the context of the operation with Cetip and under the terms of its policy for related parties and other situations involving potential conflict of interest, BM&FBOVESPA contracted services provided by companies whose managers are also members of the BM&FBOVESPA's Board of Directors. The services were contracted under normal market conditions. The company contracted is Banco Bradesco BBI S/A, with expenses totaling R$1,966.

b) Key management personnel compensation

Key management personnel include Members of the Board of Directors, Executive Officers, Internal Audit Officer, Corporate Risk Officer, Officer of Banco BM&FBOVESPA and Human Resources Officer.

	Consolidated	
	1Q 2017	**1Q 2016**
Management fees		
Short-term benefits (salaries, profit sharing, etc.)	**9,936**	**8,069**
Share-based payment (1)	**9,484**	**12,795**
Rescission pay benefits (2)	**28,841**	**-**

(1) Refers to expenses computed in the quarter relating to share-based payment, increased by labor and social security charges, and stock options of key management personnel. These expenses were recognized according to the criteria described in Note 18.

(2) Refers to the rescission benefits of key management personnel (anticipation of the Stock Grant Plan).

17. Collateral for transactions

BM&FBOVESPA operating as a central counterparty (CCP) manages four clearinghouses considered systemically important by the Central Bank of Brazil: BM&FBOVESPA (former Derivatives Clearinghouse), Foreign Exchange and Securities Clearinghouses and the Equity and Corporate Debt Clearinghouse (CBLC).

In its Circular Letter No. 046/2014, dated August 7, 2014, the Central Bank of Brazil granted BM&FBOVESPA authorization to operate its new clearinghouse, the BM&FBOVESPA Clearinghouse. The new clearinghouse is part of the post-trade integration (IPN) project, an initiative adopted by BM&FBOVESPA to start an integrated clearinghouse that will consolidate the activities performed by the four clearinghouses.

The activities of BM&FBOVESPA Clearinghouse will be limited, in this first phase of the project, to the financial derivative and commodity market and gold market, including exchange-traded and OTC contracts.

On March 5, 2014, according to BM&FBOVESPA Circular Letter No. 003/2014, new versions of BM&FBOVESPA Clearinghouses rules became effective, aiming towards convergence with international capital requirement rules under Basel III Accord by financial institutions subject to credit risk of clearinghouses. These changes were approved by BACEN in January 2014.

The operations in the BM&FBOVESPA markets are secured by margin deposits in cash, government and corporate securities, letters of guarantee and shares among others. The guarantees received in cash, in the amount of R$1,727,640 (R$1,653,835 at December 31, 2016), are recorded as a liability under “Collateral for transactions” and other non-cash collaterals, in the amount of R$262,860,704 (R$264,899,075 at December 31, 2016), are recorded in memorandum accounts. At March 31, 2017, collaterals amounted to R$264,588,344 (R$266,552,910 at December 31, 2016), as follows:

17. Collateral for transactions (Continued)

a) Collaterals deposited by participants

	03/31/2017			
	BM&FBOVESPA Clearinghouse	**Equity and Corporate Debt Clearinghouse (CBLC)**	**Foreign Exchange Clearinghouse**	**Assets Clearinghouse**
Government securities	**154,702,456**	**41,936,672**	**12,536,165**	**104,179**
Letters of guarantee	**1,959,618**	**485,950**	**-**	**-**
Shares	**5,440,678**	**38,693,399**	**-**	**-**
International securities (1)	**-**	**5,214,696**	**-**	**-**
Bank Deposit Certificates (CDBs)	**989,854**	**378,291**	**-**	**-**
Cash amounts deposited	**1,403,681**	**165,339**	**158,420**	**-**
Gold	**8,401**	**4,915**	**-**	**-**
Other	**67,867**	**337,763**	**-**	**-**
Total	**164,572,555**	**87,217,025**	**12,694,585**	**104,179**

	12/31/2016			
	BM&FBOVESPA Clearinghouse	**Equity and Corporate Debt Clearinghouse (CBLC)**	**Foreign Exchange Clearinghouse**	**Assets Clearinghouse**
Government securities	160,398,544	46,358,618	6,191,501	100,196
Letters of guarantee	1,695,568	559,700	-	-
Shares	5,036,052	37,200,918	-	-
International securities (1)	-	5,557,198	-	-
Bank Deposit Certificates (CDBs)	1,168,940	344,193	-	-
Cash amounts deposited	1,352,920	137,760	162,955	-
Gold	8,557	4,942	-	-
Other	44,646	229,702	-	-
Total	169,705,227	90,393,031	6,354,456	100,196

(1) American and German government securities as well as ADRs (American Depositary Receipts).

17. Collateral for transactions (Continued)

b) Other safeguard mechanisms

i) BM&FBOVESPA Clearinghouse

- Joint liability for paying the broker and clearing member that acted as intermediaries, as well as collaterals deposited by such participants.
- Minimum Non-operating Collateral, composed of collaterals transferred by BM&FBOVESPA clearing members and by full trading participants, intended to guarantee the transactions. Minimum Non-operating Collateral is broken down as follows:

Breakdown	**03/31/2017**	**12/31/2016**
Government securities	**722,139**	707,468
Letters of guarantee	**76,430**	82,930
Bank Deposit Certificates (CDBs)	**2,341**	2,391
Amounts deposited	**800,910**	792,789
Amounts required of participants	**558,000**	582,000
Amount in excess of the minimum required	**242,910**	210,789

- *Fundo de Liquidação* (Settlement Fund), comprising collaterals transferred by clearing members and BM&FBOVESPA funds. This fund is broken down as follows:

Breakdown	**03/31/2017**	**12/31/2016**
Government securities	**656,353**	961,722
Letters of guarantee	**25,000**	26,200
Amounts deposited	**681,353**	987,922
Amounts required of participants	**284,000**	296,000
Amount required of BM&FBOVESPA (1)	**284,000**	296,000
Amount in excess of the minimum required	**113,353**	395,922

(1) Comprising government securities.

- *Patrimônio Especial* (Special equity), in the amount of R$67,690 (R$65,681 at December 31, 2016), in compliance with the provisions of article 5 of Law No. 10214 of March 27, 2001 and article 19 of BACEN Circular No. 3057 of August 31, 2001.

17. Collateral for transactions (Continued)

b) Other safeguard mechanisms (Continued)

ii) Equity and Corporate Debt Clearinghouse (CBLC)

- Joint liability for paying the broker and clearing member that acted as intermediaries, as well as collaterals deposited by such participants.
- *Fundo de Liquidação* (Settlement Fund), composed of collaterals transferred by clearing members and BM&FBOVESPA funds, intended to guarantee the proper settlement of transactions.

Breakdown	03/31/2017	12/31/2016
Government securities	**666,958**	991,383
Amounts deposited	**666,958**	991,383
Amounts required of participants	**288,500**	296,400
Amount required of BM&FBOVESPA (1)	**288,500**	296,400
Amount in excess of the minimum required	**89,958**	398,583

(1) Comprising government securities.

- *Patrimônio Especial* (Special equity), in the amount of R$72,355 (R$70,208 at December 31, 2016), in compliance with the provisions of article 5 of Law No. 10214 of March 27, 2001 and article 19 of BACEN Circular No. 3057 of August 31, 2001.

iii) Foreign Exchange Clearinghouse

- *Fundo de Liquidação de Operações de Câmbio*, formerly Fundo de Participação, composed of collaterals transferred by Foreign Exchange Clearinghouse participants and BM&FBOVESPA funds, intended to guarantee the proper settlement of transactions.

Breakdown	03/31/2017	12/31/2016
Government securities	**438,709**	543,479
Cash amounts deposited	**200**	200
Amounts deposited	**438,909**	543,679
Amounts required of participants	**108,950**	108,900
Amount required of BM&FBOVESPA (1)	**108,950**	108,900
Amount in excess of the minimum required	**221,009**	325,879

(1) Comprising government securities.

17. Collateral for transactions (Continued)

b) Other safeguard mechanisms (Continued)

iii) Foreign Exchange Clearinghouse (Continued)

- *Patrimônio Especial* (Special equity), in the amount of R$67,792 (R$65,781 at December 31, 2016), in compliance with the provisions of article 5 of Law No. 10214 of March 27, 2001 and article 19 of BACEN Circular No. 3057 of August 31, 2001.

iv) Assets Clearinghouse

- *Fundo Operacional da Clearing de Ativos*, in the amount of R$40,000 at March 31, 2017 and December 31, 2016, intended to hold funds of BM&FBOVESPA to cover losses arising from participants' operational or administrative failures.
- *Patrimônio Especial* (Special equity), in the amount of R$47,664 (R$46,249 at December 31, 2016), in compliance with the provisions of article 5 of Law No. 10214 of March 27, 2001 and article 19 of BACEN Circular No. 3057 of August 31, 2001.

18. Employee benefits

a) Stock Grant - long-term benefit

BM&FBOVESPA recognized expenses related to stock grants in the amount of R$25,121 for the quarter (R$13,063 for March 31, 2016), matched against capital reserves in equity, based on the fair value of the share at the grant date of the plans. BM&FBOVESPA also recognized charges in the amount of R$19,883 (R$11,512 for March 31, 2016) as personnel expenses for the quarter, calculated based on the fair value of the share as at March 31, 2017.

BM&FBOVESPA records the expenses relating to the Stock Grant Program which were granted for replacement of unvested options of the Stock Option Plan, for the same fair value of options previously granted, in accordance with CPC 10 (R1)/IFRS 2.

18. Employee benefits (Continued)

a) Stock Grant - long-term benefit (Continued)

Stock Grant – Summary/changes

Program	Conversion/grant date	Vesting	Number of shares at 12/31/2016	New programs	Transferred in 1Q 2017	Canceled in 1Q 2017	Outstanding share contracts at 03/31/2017	Fair value of shares on the grant date (R$ per share)	Dilution percentage (1)
Stock Grant – Converted Options	01/05/2015	01/05/2017	1,651,894	-	(1,631,448)	-	20,446	9.22	0.00%
	01/05/2015	01/05/2018	955,300	-	-	-	955,300	9.22	0.05%
			2,607,194	-	(1,631,448)	-	975,746	9.22	
Stock Grant – Additional Converted Options	01/05/2015	01/05/2017	1,201,696	-	(1,198,580)	-	3,116	9.22	0.00%
	01/05/2015	01/05/2018	413,470	-	-	-	413,470	9.22	0.02%
	01/05/2015	01/07/2019	719,178	-	-	-	719,178	9.22	0.04%
			2,334,344	-	(1,198,580)	-	1,135,764		
Stock Grant - Program 2014	01/02/2015	01/02/2017	849,751	-	(839,488)	-	10,263	9.50	0.00%
	01/02/2015	01/02/2018	808,692	-	-	-	808,692	9.50	0.05%
	01/02/2015	01/02/2019	808,686	-	-	-	808,686	9.50	0.05%
			2,467,129	-	(839,488)	-	1,627,641		
Stock Grant – Additional Program 2014	01/02/2015	01/02/2017	340,686	-	(337,182)	-	3,504	9.50	0.00%
	01/02/2015	01/02/2018	340,673	-	-	-	340,673	9.50	0.02%
			681,359	-	(337,182)	-	344,177		
Stock Grant – Board of Directors Grant 2014	01/02/2015	04/30/2017	172,692	-	(19,188)	-	153,504	9.50	0.01%
			172,692	-	(19,188)	-	153,504		
Stock Grant - Program 2015	01/08/2016	01/13/2017	785,910	-	(785,910)	-	-	10.52	0.00%
	01/08/2016	01/15/2018	785,888	-	-	-	785,888	10.52	0.04%
	01/08/2016	01/14/2019	785,847	-	-	-	785,847	10.52	0.04%
	01/08/2016	01/13/2020	785,826	-	-	-	785,826	10.52	0.04%
			3,143,471	-	(785,910)	-	2,357,561		
Stock Grant – Additional Program 2015	01/08/2016	01/13/2017	259,634	-	(259,634)	-	-	10.52	0.00%
	01/08/2016	01/15/2018	259,634	-	-	-	259,634	10.52	0.01%
	01/08/2016	01/14/2019	259,624	-	-	-	259,624	10.52	0.01%
			778,892	-	(259,634)	-	519,258		
Stock Grant – Board of Directors Grant 2015	01/08/2016	04/30/2019	172,697	-	-	-	172,697	10.52	0.01%
			172,697	-	-	-	172,697		

18. Employee benefits (Continued)

a) Stock Grant - long-term benefit (Continued)

Stock Grant – Summary/changes

Program	Conversion/grant date	Vesting	Number of shares at 12/31/2016	New programs	Transferred in 1Q 2017	Canceled in 1Q 2017	Outstanding share contracts at 03/31/2017	Fair value of shares on the grant date (R$ per share)	Dilution percentage (1)
Stock Grant - Program 2016	01/06/2017	01/15/2018	-	531,706	-	-	531,706	17.05	0.03%
	01/06/2017	01/15/2019	-	531,690	-	-	531,690	17.05	0.03%
	01/06/2017	01/15/2020	-	531,649	-	-	531,649	17.05	0.03%
	01/06/2017	01/15/2021	-	531,606	-	-	531,606	17.05	0.03%
			-	2,126,651	-	-	2,126,651		
Stock Grant – Additional Program 2016	01/06/2017	01/15/2018	-	310,263	-	-	310,263	17.05	0.02%
	01/06/2017	01/15/2019	-	310,263	-	-	310,263	17.05	0.02%
	01/06/2017	01/15/2020	-	310,246	-	-	310,246	17.05	0.02%
			-	930,772	-	-	930,772		
Stock Grant – Board of Directors Grant 2016	01/06/2017	04/30/2019	-	172,696	-	-	172,696	17.05	0.01%
			-	172,696	-	-	172,696		
Stock Grant programs			**12,357,778**	**3,230,119**	**(5,071,430)**	**-**	**10,516,467**		**0,59%**

(1) The number of outstanding shares at March 31, 2017 is 2,036,682,191.

18. Employee benefits (Continued)

a) Stock Grant - long-term benefit (Continued)

Effects arising from transfer of shares

At March 31, 2017, cost of shares transfers related to Stock Grant amounted to R$56,399 (R$48,145 at March 31, 2016).

Pricing model

Stock Grant

For options granted under the Stock Grant, the fair value corresponds to the option closing price on the grant date.

Share-based payment

As for cash-settled share-based compensation programs, fair value payable to the Company officers is recognized as an expense together with a corresponding increase in liabilities for the period in which the officers acquire the right to payment. The liability is remeasured again at each balance sheet date and at settlement date. Changes, if any, in the fair value of liabilities are recognized as personnel expenses in the income statement.

Antecipated vesting – CETIP long-term incentives

In the context of the business combination between BM&FBOVESPA and CETIP (Note 2(d)), long-term incentive programs granted to CETIP employees were advanced and subsequently cancelled by means of compensation paid in cash, duly recorded under “Payroll obligations and related charges" plus social charges thereon, amounting to R$294,621 at March 31, 2017. For financial statement consolidation purposes, referred to amount was included in the equity base of CETIP used for preparation of the Purchase Price Allocation (PPA).

b) Stock options - Long-term benefit

Pursuant to the Notice to the Market published on February 4, 2015, BM&FBOVESPA decided to offer to the beneficiaries of the Company’s Stock Option Plan the following choices: (i) remaining as holders of their Options, or (ii) cancelling their outstanding Options and receiving an amount in cash with respect to those Options which had already vested (“Vested Options”), or receiving shares of the Company, to be transferred on future dates, with respect to those Options which had not yet vested (“Non-vested Options”).

18. Employee benefits (Continued)

b) Stock options - Long-term benefit (Continued)

Nearly all of the beneficiaries opted for their share cancellation and the shares received with respect to the cancellation of Non-vested Options were subject to the Stock Grant Plan approved by the Company in an Extraordinary General Meeting on May 13, 2014.

BM&FBOVESPA recognized expenses related to grants of the Option Plan in the amount of R$87 for the quarter (R$66 at March 31, 2016), matched against capital reserves in equity.

BM&FBOVESPA entered into commitments with beneficiaries to hold them harmless from any potential liabilities related to Stock Options. At March 31, 2017, the potential liabilities are recognized for R$27,584 (R$27,017 at December 31, 2016).

Effects arising from the exercise of options

At March 31, 2017, the amount received from the exercise of options totals R$360 and the cost of treasury shares disposed of amounts to R$366. For the first quarter of 2016, there were no effects arising from the exercise of options.

Pricing model

Major assumptions considered in pricing options are as follows:

(a) Options were evaluated considering the market parameters in force on every grant date of different Stock Option Programs;

(b) To estimate the risk-free interest rate, the future interest contracts negotiated for the maximum exercise period of each option were considered; and

(c) The maximum exercise period of options granted in each Stock Option Program was considered to be the maturity term.

Other usual assumptions related to option pricing models, such as inexistence of arbitrage opportunities and constant volatility over time were also considered in the calculation.

c) Supplementary pension plan

BM&FBOVESPA and CETIP are sponsors of private pension plans structured as a defined contribution (DC) plan (Mercaprev and Itaú Fundo Multipatrocinado, respectively), with voluntary participation open to all employees.

18. Employee benefits (Continued)

d) Post-employment health care benefit

BM&FBOVESPA maintains a post-retirement health care plan for a group of employees and former employees. At March 31, 2017, the actuarial liabilities related to this plan amounted to R$21,080, calculated using the following assumptions:

	2016	2015
Discount rate	**5.7% p.a.**	7.3% p.a.
Economic inflation	**5.0% p.a.**	5.0% p.a.
Medical inflation	**3.0% p.a.**	3.0% p.a.
Mortality table	**AT-2000**	AT-2000

Average life expectancy in years of a pensioner retiring at age 65 is as follows:

Retirement at balance sheet date (age 65)	20 years
Retirement in 25 years (age 40 today)	20 years

There are no changes related to sensitivity of actuarial liabilities for the main assumptions reported at December 31, 2016.

	Increase of 0.5%	Decrease of 0.5%
Discount rate	19,664	(22,651)
Medical inflation	22,637	(19,666)

	Life expectancy + 1	Life expectancy - 1
Mortality table	22,123	(20,069)

BM&FBOVESPA is responsible for selecting the plan's accounting policies, methods and assumptions and is solely responsible for any necessary changes to such rules.

19. Income tax and social contribution

a) Deferred income tax and social contribution – Changes (Continued)

The balances and changes of deferred tax assets and liabilities are as follows:

	BM&FBOVESPA			
	12/31/2016	(Debt) credit in the income statement	(Debt) credit in the statement of comprehensive income	03/31/2017
Deferred tax assets				
Tax, civil and labor contingencies	106,482	4,516	-	**110,998**
Deferred tax assets on tax loss carryforwards	68,992	(16,916)	-	**52,076**
Effect of exchange rate variation on shares abroad	14,022	-	(2,520)	**11,502**
Mark to market	138,013	47,463	-	**185,476**
Impairment	-	22,273	-	**22,273**
Other temporary differences	89,381	(31,464)	-	**57,917**
Deferred tax liabilities				
Goodwill amortization (1)	(3,375,874)	(133,053)	-	**(3,508,927)**
MTM - shares abroad	(1,498)	-	(2,772)	**(4,270)**
Effect of exchange rate variation on shares abroad	(5,866)	-	(2,703)	**(8,569)**
Other temporary differences	(9,777)	(346)	-	**(10,123)**
Deferred taxes, net	(2,976,125)	(107,527)	(7,995)	**(3,091,647)**

	Consolidated				
	12/31/2016	(Debt) credit in the income statement	(Debt) credit in the statement of comprehensive income	Acquisition of subsidiary	03/31/2017
Deferred tax assets					
Tax, civil and labor contingencies	106,482	4,516	-	82,554	**193,552**
Deferred tax assets on tax loss carryforwards	68,992	(16,916)	-	-	**52,076**
Effect of exchange rate variation on shares abroad	14,022	-	(2,520)	-	**11,502**
Provision for profit sharing	-	-	-	4,301	**4,301**
Mark to market	138,013	47,463	-	377	**185,853**
Impairment	-	22,273	-	-	**22,273**
Revenues to be allocated	-	-	-	23,827	**23,827**
Other temporary differences	89,381	(31,464)	-	74,304	**132,221**
Deferred tax liabilities					
Goodwill amortization (1)	(3,375,874)	(133,053)	-	-	**(3,508,927)**
MTM - shares abroad	(1,498)	-	(2,772)	-	**(4,270)**
Effect of exchange rate variation on shares abroad	(5,866)	-	(2,703)	-	**(8,569)**
Research and development of technological innovation	-	-	-	(15,556)	**(15,556)**
MTM of financial instruments	-	-	-	(6,825)	**(6,825)**
Other temporary differences	(9,777)	(346)	-	(55,312)	**(65,435)**
Deferred taxes, net	(2,976,125)	(107,527)	(7,995)	107,670	**(2,983,977)**

19. Income tax and social contribution (Continued)

a) Deferred income tax and social contribution – Changes (Continued)

(1) Deferred income tax and social contribution liabilities arising from temporary differences between the tax base of goodwill and its carrying amount on the balance sheet, considering that goodwill is still amortized for tax purposes, but is no longer amortized for accounting purposes as from January 1, 2009, resulting in a tax base smaller than the carrying amount of goodwill. This temporary difference may result in amounts becoming taxable in future periods, when the carrying amount of the asset will be reduced or settled, this requiring the recognition of a deferred tax liability.

b) Estimated realization period

Deferred tax assets arising from temporary differences are recorded in the books taking into consideration their probable realization, based on projections of future results prepared based on internal assumptions and future economic scenarios that may, accordingly, not materialize as expected.

Deferred tax assets (including tax loss carryforwards of R$52,076) are expected to be realized in the amount of R$58,428 within one year and R$381,812 after one year and realization of deferred tax liabilities is expected to occur after one year. At March 31, 2017, the present value of the deferred tax assets considering their expected realization is R$275,095.

Since the income tax and social contribution base arises not only from the profit that may be generated, but also from the existence of nontaxable income, nondeductible expenses, tax incentives and other variables, there is no immediate correlation between BM&FBOVESPA net income and the income subject to income tax and social contribution. Therefore, the expected use of tax assets should not be considered as the only indicator of future income of BM&FBOVESPA.

The balance of goodwill that is deductible for income tax and social contribution purposes is R$1,174,002 at March 31, 2017 (R$1,565,336 at December 31, 2016).

The realization of the deferred tax liabilities will occur as the difference between the tax base of goodwill and its carrying amount is reversed, that is, when the carrying amount of the asset is either reduced or settled.

19. Income tax and social contribution (Continued)

c) Reconciliation of income tax and social contribution expense

Reconciliation of the income tax and social contribution amounts recorded in P&L (Company and consolidated) and their respective amounts at statutory rates is as under:

	BM&FBOVESPA		Consolidated	
	1Q 2017	**1Q 2016**	**1Q 2017**	**1Q 2016**
Income before income tax and social contribution	**427,542**	519,570	**430,509**	522,014
Income tax and social contribution before additions and exclusions computed at the statutory rate of 34%	**(145,364)**	(176,654)	**(146,373)**	(177,485)
Additions:	**(4,507)**	(4,894)	**(3,471)**	(5,055)
Stock option and stock grant	**(561)**	(279)	**(561)**	(279)
Nondeductible expenses - permanent	**(3,946)**	6,346	**(2,910)**	6,185
Dividends received abroad	**-**	(10,961)	**-**	(10,961)
Exclusions:	**2,875**	1,299	**-**	-
Equity pickup	**2,875**	1,299	**-**	-
Other	**6**	6	**6**	6
Income tax and social contribution	**(146,990)**	(180,243)	**(149,838)**	(182,534)
Effective rate	**34.38%**	34.69%	**34.80%**	34.97%

d) Taxes recoverable and prepaid

Taxes recoverable and prepaid are as follows:

	BM&FBOVESPA		Consolidated	
Description	**03/31/2017**	**12/31/2016**	**03/31/2017**	**12/31/2016**
IRRF – Financial investments - current year	**98,892**	146,828	**100,294**	146,828
IRPJ and CSLL tax losses - prior years	**172,000**	22,749	**206,695**	22,749
Recoverable taxes paid abroad	**(2,337)**	(2,352)	**449**	(2,352)
PIS/COFINS recoverable	**1,574**	1,541	**1,574**	1,541
Other taxes	**23,452**	10,787	**23,580**	10,928
Total	**293,581**	179,553	**332,592**	179,694

20. Revenues

	BM&FBOVESPA		Consolidated	
	1Q 2017	**1Q 2016**	**1Q 2017**	**1Q 2016**
Trading and/or settlement system - BM&F	**250,556**	277,736	**250,551**	277,736
Derivatives	**245,522**	272,308	**245,522**	272,308
Foreign exchange	**5,034**	5,428	**5,029**	5,428
Trading and/or settlement system – Bovespa	**272,393**	224,132	**272,393**	224,132
Trading – trading fees	**44,066**	36,019	**44,066**	36,019
Transactions - clearing and settlement	**222,310**	183,704	**222,310**	183,704
Other	**6,017**	4,409	**6,017**	4,409
Marketable securities segment (UTVM) – CETIP	**-**	-	**8,328**	-
Financing segment (UFIN) – CETIP	**-**	-	**3,327**	-
Other revenues	**129,936**	112,086	**141,903**	123,519
Securities lending	**26,991**	23,156	**26,991**	23,156
Securities listing	**14,478**	13,555	**14,478**	13,555
Depository, custody and back-office	**50,855**	36,465	**50,855**	36,465
Trading participant access	**8,330**	9,779	**8,330**	9,779
Vendors - quotations and market information	**25,918**	27,298	**25,918**	27,298
Banco BM&FBOVESPA - financial intermediation and bank fees	**-**	-	**10,233**	9,326
Other	**3,364**	1,833	**5,098**	3,940
Deductions	**(66,317)**	(61,141)	**(68,169)**	(61,879)
PIS and COFINS	**(56,704)**	(53,025)	**(58,189)**	(53,633)
Service Tax	**(9,613)**	(8,116)	**(9,980)**	(8,246)
Revenues	**586,568**	552,813	**608,333**	563,508

21. Sundry expenses

	BM&FBOVESPA		Consolidated	
Description	**1Q 2017**	**1Q 2016**	**1Q 2017**	**1Q 2016**
Contributions and donations	**2,010**	3,051	**2,051**	3,076
Sundry provisions (1)	**13,356**	3,259	**13,975**	3,980
Electricity, water and sewage	**4,703**	5,094	**4,898**	5,171
Travel	**424**	585	**511**	615
Expenses with entities abroad	**634**	953	**-**	-
Rental	**466**	577	**595**	671
Consumption material	**177**	141	**188**	145
Insurance	**218**	133	**224**	133
Transportation	**213**	115	**223**	116
Incentive program – cash market	**1,397**	1,925	**1,397**	1,925
Other	**1,008**	565	**1,781**	593
Total	**24,606**	16,398	**25,843**	16,425

(1) Basically refers to the provision for tax, civil and labor contingencies, provision for attorneys' success fees (Note 14) and allowance for doubtful accounts.

22. Financial result

	BM&FBOVESPA		Consolidated	
	1Q 2017	**1Q 2016**	**1Q 2017**	**1Q 2016**
Financial income				
Income from financial assets measured at fair value	**406,254**	138,387	**409,103**	139,967
Exchange rate variation	**5,839**	60,752	**5,850**	60,751
Other financial income	**3,650**	3,535	**4,241**	3,545
Dividends on foreign equity	**198**	32,237	**198**	32,237
(-)PIS and COFINS on financial income (1)	**(18,907)**	(6,930)	**(19,027)**	(6,993)
	397,034	227,981	**400,365**	229,507
Financial expenses				
Interest – debt abroad	**(30,785)**	(38,341)	**(30,785)**	(38,341)
Exchange rate variation	**(7,195)**	(27,729)	**(8,092)**	(27,729)
Fair value hedge	**(79,849)**	(914)	**(79,849)**	(914)
Income from cash flow hedging instruments	**(3,287)**	-	**(3,287)**	-
Marked-to-market of Non-Deliverable Forwards (NDF)	**(4,816)**	-	**(4,816)**	-
Funding interest - debentures	**(96,208)**	-	**(96,686)**	-
Funding interest - loans	**(2,734)**	-	**(3,390)**	-
Other financial expenses (2)	**(15,074)**	(1,730)	**(15,330)**	(1,980)
	(239,948)	(68,714)	**(242,235)**	(68,964)
Financial result	**157,086**	159,267	**158,130**	160,543

(1) From July 2015, pursuant to Decree No. 8426, of April 1, 2015, which reinstated PIS and COFINS rates levied on financial income earned by legal entities subject to the related noncumulative tax computation.

(2) The amount of R$11,316 refers to the restatement of CDI, provided for in the Merger, of the amount paid for the redemption of the preferred shares issued by the Holding between the date of the acquisition of CETIP and the date of this quarterly information.

23. Segment information

We present below consolidated information based on reports used by the Executive Board for making decisions, comprising the following segments: Bovespa, BM&F, Institutional and Corporate Products. Due to the nature of the business, the Executive Board does not use any information on assets and liabilities by segment to support decision-making.

Upon inclusion of CETIP in the consolidated, BM&FBOVESPA currently records another two operating segments: marketable securities (UTVM) and financing (UFN).

						1Q 2017 Consolidated
	BM&F Segment	Bovespa Segment	Institutional and Corporate Products Segment	Marketable securities segment (UTVM)	Financing segment (UFIN)	Total
Trading and/or settlement system	250,551	272,393	141,903	8,328	3,327	676,502
Deductions	(25,010)	(28,894)	(13,184)	(887)	(194)	(68,169)
Revenue	225,541	243,499	128,719	7,441	3,133	608,333
Adjusted expense	(47,733)	(54,854)	(52,405)	(2,455)	(1,630)	(159,077)
Depreciation and amortization	(9,568)	(10,479)	(5,529)	(569)	(254)	(26,399)
Stock Options and Stock Grant	(7,791)	(8,087)	(9,452)	(81)	(39)	(25,450)
Allowance for doubtful accounts and other provisions	(5,208)	(5,446)	(3,428)	(13)	(4)	(14,099)
Advisory services - combination	(7,816)	(8,112)	(29,504)	-	-	(45,432)
Impairment of assets	-	-	(65,508)	-	-	(65,508)
Total expenses	(78,116)	(86,978)	(165,826)	(3,118)	(1,927)	(335,965)
Income (losses)	147,425	156,521	(37,107)	4,323	1,206	272,368
Equity pickup						11
Financial result						158,130
Income tax and social contribution						(149,838)
Net income for the period	147,425	156,521	(37,107)	4,323	1,206	280,671

23. Segment information (Continued)

				1Q 2016 Consolidated
	BM&F Segment	Bovespa Segment	Institutional and Corporate Products Segment	Total
Trading and/or settlement system	277,736	224,132	123,519	625,387
Deductions	(27,297)	(22,957)	(11,625)	(61,879)
Revenue	**250,439**	**201,175**	**111,894**	**563,508**
Adjusted expense	(50,627)	(49,493)	(45,224)	(145,344)
Depreciation and amortization	(9,848)	(9,306)	(4,660)	(23,814)
Stock Options and Stock Grant	(9,001)	(8,050)	(8,356)	(25,407)
Allowance for doubtful accounts and other provisions	(1,986)	(2,911)	(1,085)	(5,982)
Transfer of fines	-	-	(1,490)	(1,490)
Total expenses	**(71,462)**	**(69,760)**	**(60,815)**	**(202,037)**
Income (losses)	**178,977**	**131,415**	**51,079**	**361,471**
Financial result				160,543
Income tax and social contribution				(182,534)
Net income for the period	**178,977**	**131,415**	**51,079**	**339,480**

24. Other information

(a) BM&FBOVESPA seeks advice from insurance brokers to ensure that it has a sufficient level of insurance cover for its size and operations. The maximum insurance coverage taken out at March 31, 2017, according to insurance policies, is as follows:

Insurance line	Maximum indemnity
Amounts at risk, property damages, buildings and equipment	322,110
Civil liability	374,000
Works of art	16,133
Total	**712,243**

24. Other information (Continued)

(b) Associação Profissionalizante BM&FBOVESPA (APBM&FBOVESPA) is a not-for-profit entity engaged in promoting educational, social welfare and sports activities. The sports-related initiatives included offering support to the BM&FBOVESPA Athletics Club and sponsorship to athletes (these activities were incorporated by specific association, known as Clube de Atletismo BM&FBOVESPA in July 2013). APBM&FBOVESPA is supported by the BM&FBOVESPA Institute, a not-for-profit association that has BM&FBOVESPA as its founding member.

APBM&FBOVESPA figures as a defendant in legal and administrative proceedings involving tax matters, classified as probable loss, most of which are related to challenges by Brazilian IRS about social security contributions allegedly owed by APBM&FBOVESPA on payments made to third parties and on sponsorships to athletes of the BM&FBOVESPA Athletics Club. If the outcome of these proceedings is not favorable to APBM&FBOVESPA, BM&FBOVESPA may have to provide funds to maintain the activities of such club. The amount involved in the aforementioned proceedings at March 31, 2017, totals R$20,864 (R$20,518 at December 31, 2016).

25. Subsequent events

(a) BM&FBOVESPA S.A. paid CETIP shareholders the redemption amount referring to the preferred shares issued by the Holding company on April 28, 2017. Total paid amounted to R$32.18859476 for each 3 preferred shares of the Holding company (taking into consideration that CETIP shareholders received 3 preferred shares issued by the Holding company for each CETIP-issued share), already including adjustment by reference to CDI rate from operation completion date to financial settlement date, as provided for in item 2.3(a) of the Rationale.

(b) At the Special Shareholders' Meeting held on May 10, 2017, the shareholders approved the corporate name change from BM&FBOVESPA S.A. - Bolsa de Valores, Mercadoria e Futuros to B3 S.A. - Brasil, Bolsa, Balcão.

(c) At a meeting held on May 12, 2017, the Board of Directors approved the payment of R$140,276 in interest on equity to shareholders, included in the mandatory dividends for 2017. Interest on equity will be paid on June 07, 2017, based on the shareholding structure existing on May 22, 2017.

26. Notes submitted in the annual financial statements that are not being fully presented in the quarterly information

In accordance with CPC 21 (R1) – Interim Financial Reporting and CVM/SNC/SEP Circular Letter No. 003/2011, the following notes have been condensed in this quarterly information, compared to the annual financial statements for the year ended December 31, 2016:

- Note 1 - Operations
- Note 2 - Preparation and presentation of the quarterly information
- Note 3 - Significant accounting practices
- Note 9 - Intangible assets
- Note 17 – Collateral for transactions
- Note 23 – Segment information