BANCO ABC BRASIL

Investor Presentation | May 2018

ABCB4 NÍVEL 2 BOVESPA BRASIL

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Strategy and business segments

Funding and capital base

Financial highlights

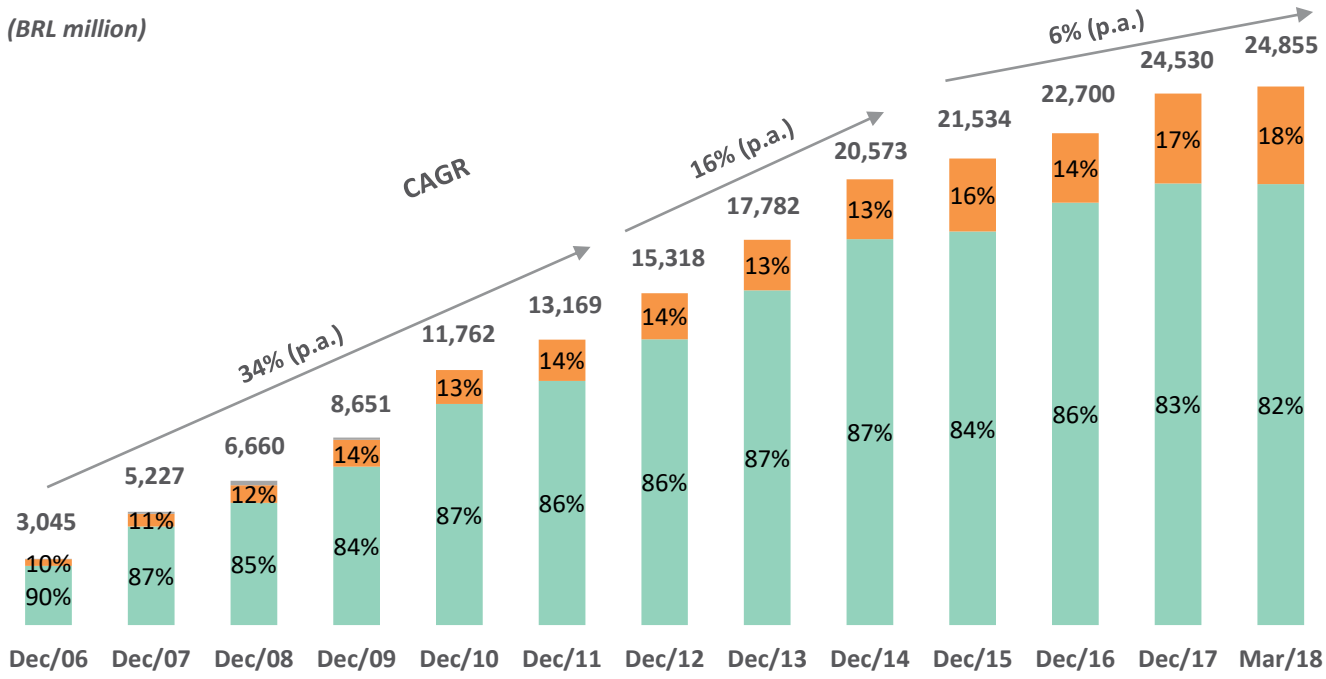
Ownership structure



Focus on Companies

Banco ABC Brasil offers financial solutions to companies in the **Corporate** and **Large Corporate** segments.

Expanded Credit Portfolio*





** Includes Loans, Guarantees Issued and Corporate Securities portfolios*

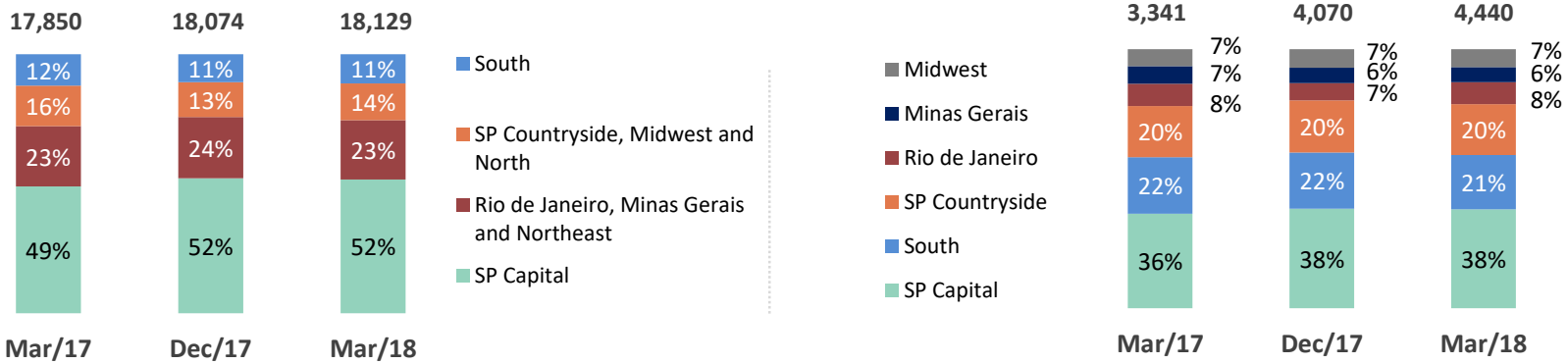
Segments Highlights

Large Corporate				Corporate		
Mar/17	Dec/17	Mar/18		Mar/17	Dec/17	Mar/18
724	763	774	**Total Number of Clients**	1,107	1,140	1,131
525	499	503	**Clients with Credit Exposure**	906	872	873
34.0	36.2	36.0	**Average Ticket** (BRL million)	3.7	4.7	5.1
338	368	376	**Average Tenor** (days)	287	301	308

Credit Portfolio

Loans and Guarantees Issued

(BRL million)



Large Corporate: Clients with annual revenues above BRL 800 million. | **Corporate**: Clients with annual revenues between BRL 100 and 800 million.



Strategy and business segments

Funding and capital base

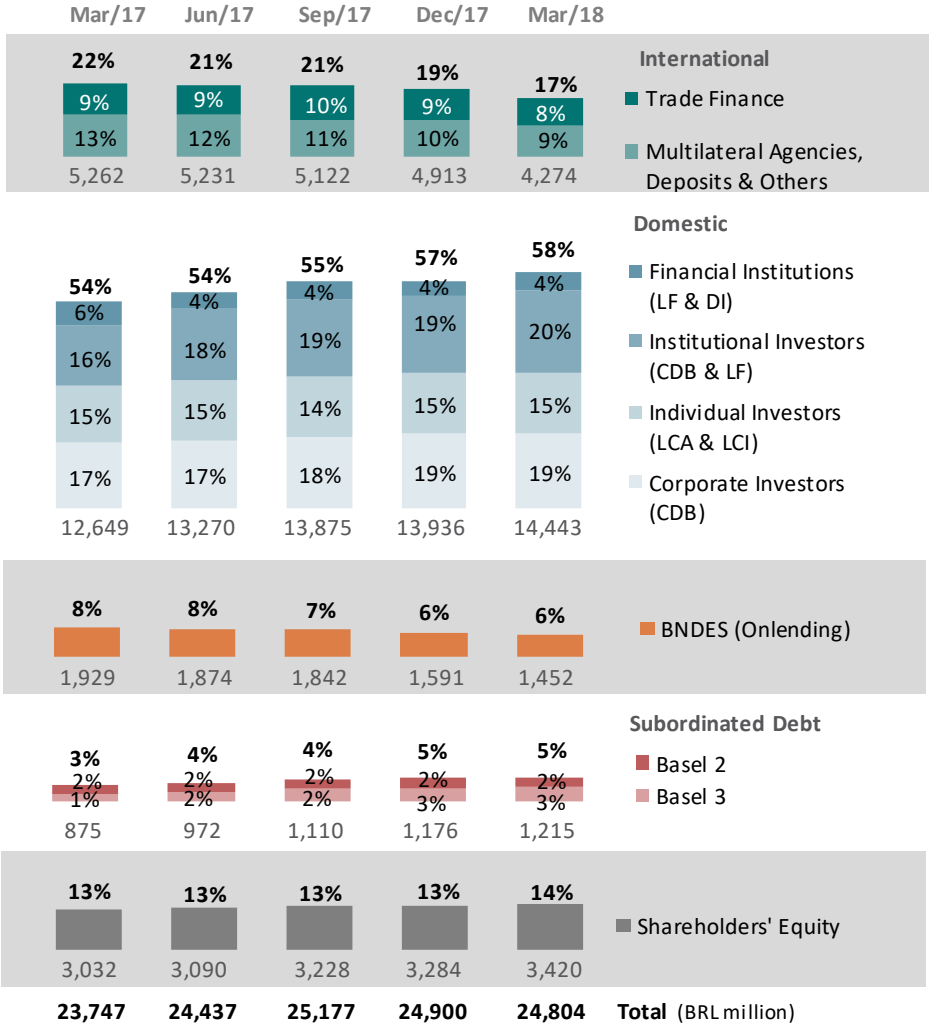
Financial highlights

Ownership structure



Funding & Ratings

Diversified funding with access to local and international sources

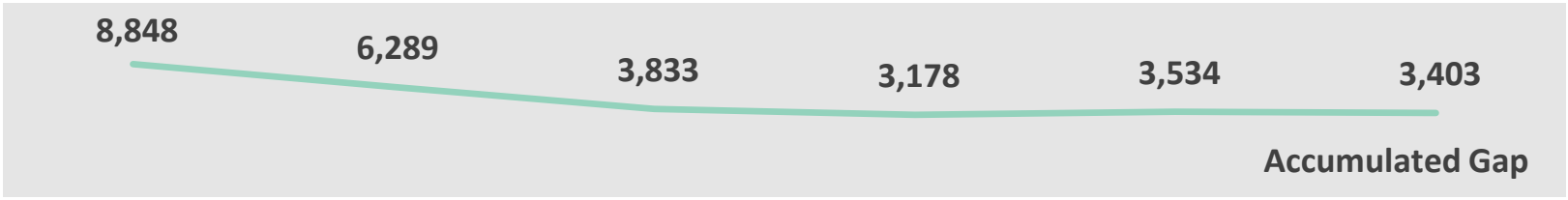


Ratings

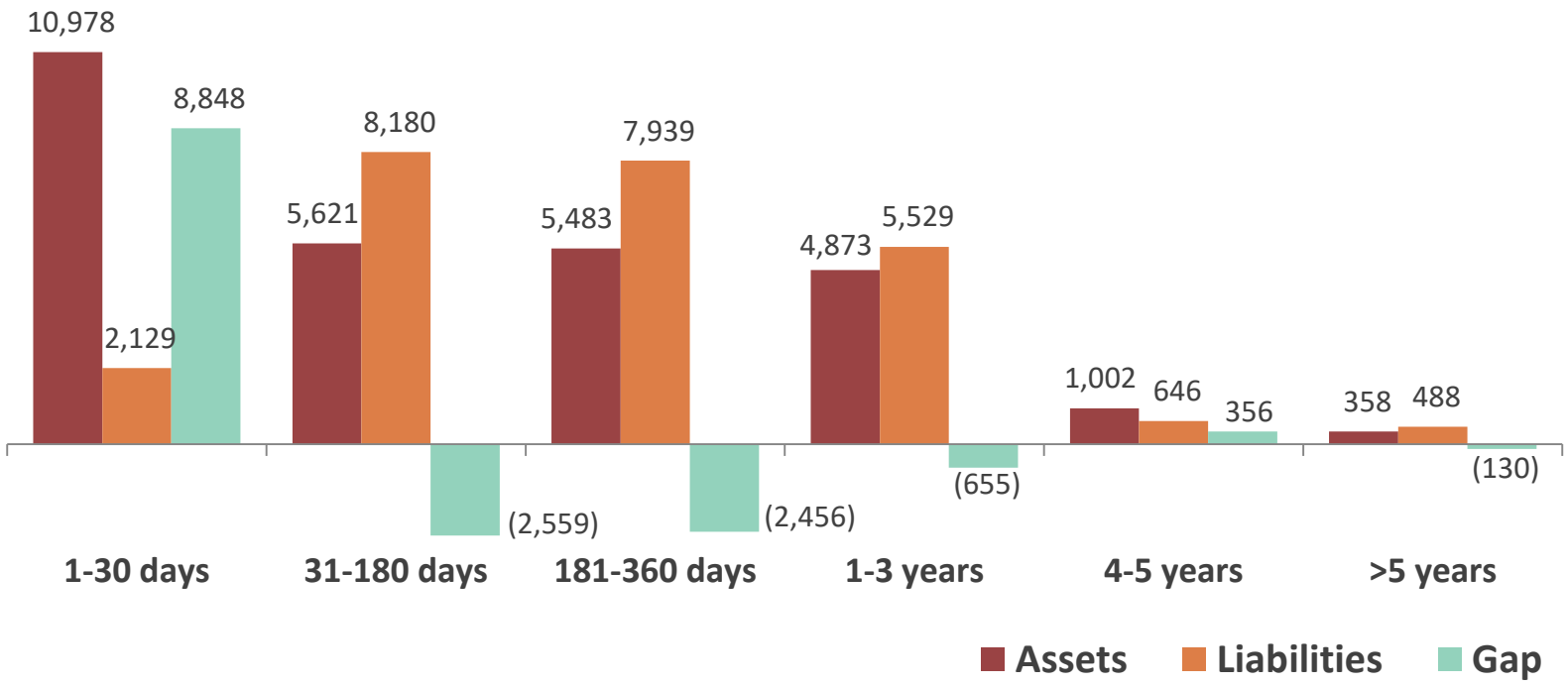
	ABC Brasil		Brazil
	Local	Global	Sovereign
Moody's	Aa2.Br	Ba2	Ba2
Fitch Ratings	AA+	BB	BB-
Standard & Poor's	brAA-	BB-	BB-



Assets & Liabilities by Maturity



(BRL million)

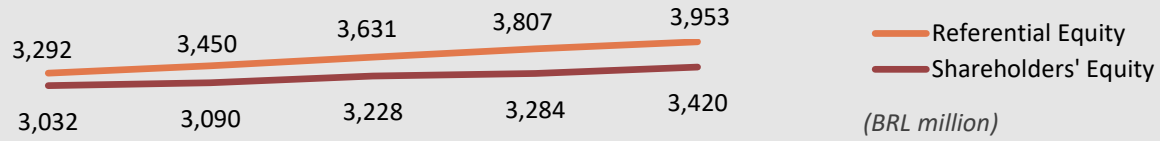


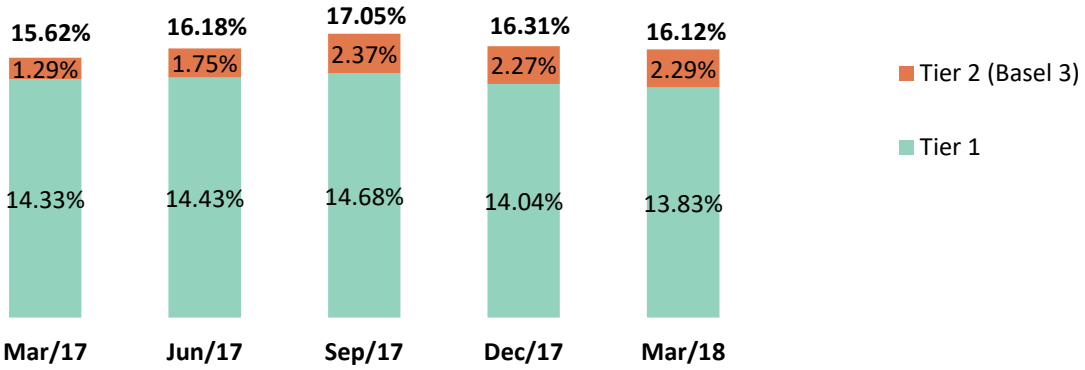
(As of March, 2018)



Basel Ratio & Shareholders' Equity

Capital Adequacy (BRL million)	Mar/18	Dec/17	Chg 3M (%) / p.p.	Mar/17	Chg 12M (%) / p.p.
Referential Equity	3,952.8	3,807.1	3.8%	3,292.1	20.1%
Required Referential Equity	2,115.4	2,159.1	-2.0%	1,949.5	8.5%
Capital Surplus	1,837.4	1,647.9	11.5%	1,342.6	36.9%
Basel Ratio	**16.12%**	**16.31%**	-0.19	**15.62%**	0.50
Tier 1 (Core Capital)	13.83%	14.04%	-0.21	14.33%	-0.50
Tier 2	2.29%	2.27%	0.02	1.29%	1.00







Strategy and business segments

Funding and capital base

Financial highlights

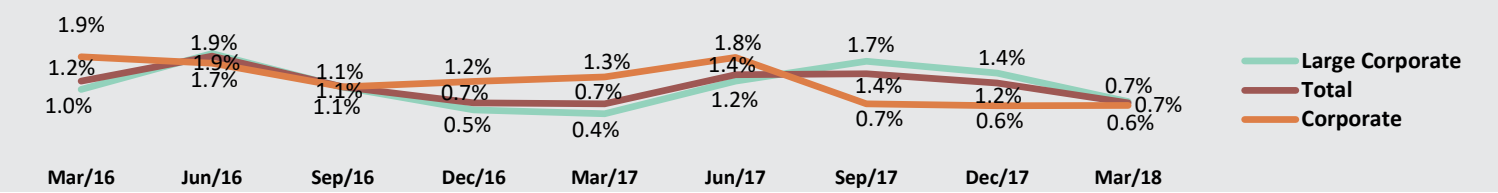
Ownership structure



Credit Portfolio Quality

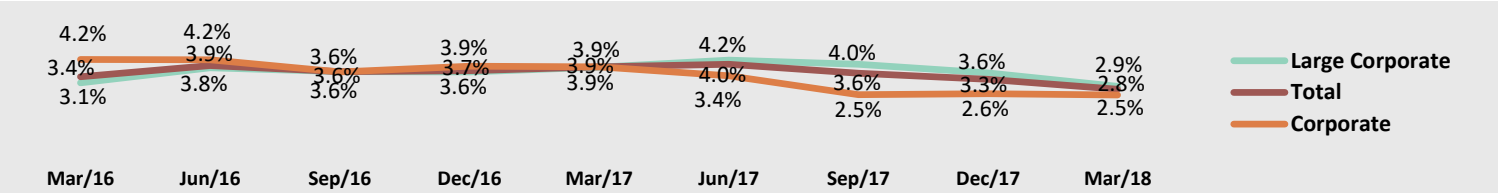
Loans overdue for more than 90 days (includes falling due and overdue installments)

% of loan portfolio

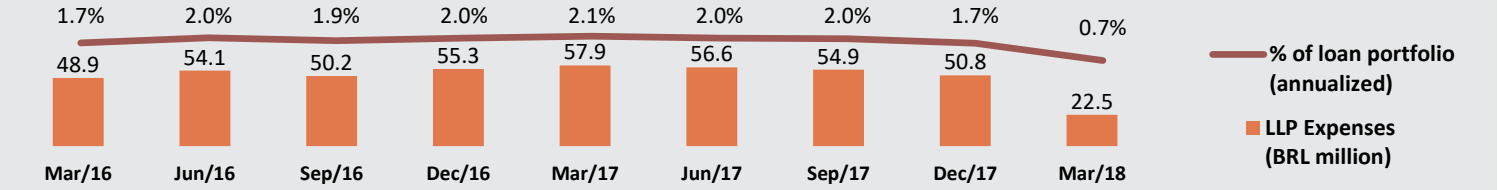


Loans Loss Reserve

% of loan portfolio

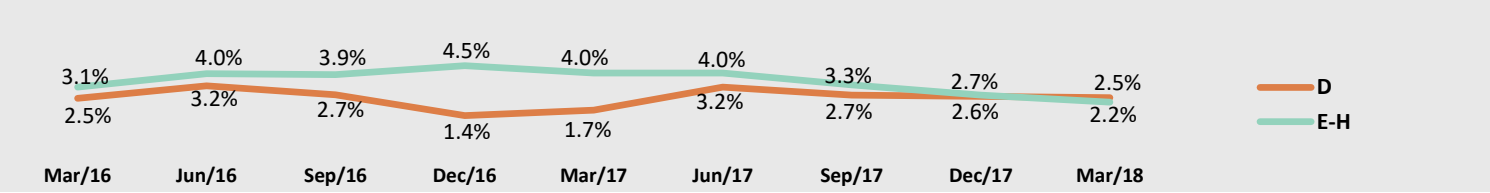


Loans Loss Provision (LLP)



Loans rated D and E-H (Brazilian Central Bank Resolution No. 2682)

% of loan portfolio

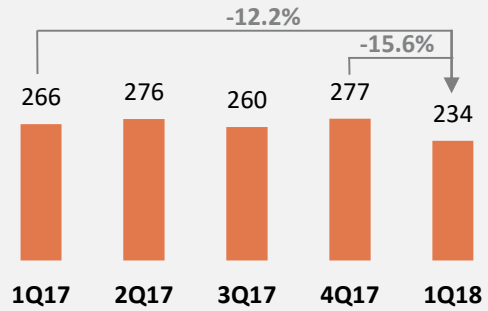




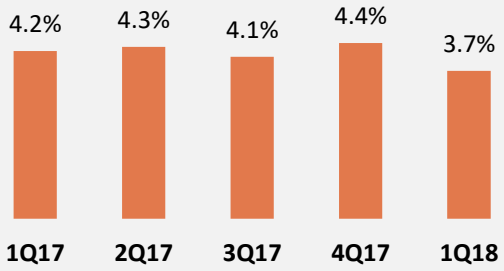
Net Interest Income

(BRL million)	1Q18	4Q17	Chg	1Q17	Chg
Net Interest Income	**233.5**	**276.6**	**-15.6%**	**265.8**	**-12.2%**
Shareholders' Equity Remunerated at CDI Rate	40.7	46.9	-13.3%	82.0	-50.4%
Financial Margin with Clients	142.3	156.2	-8.9%	138.7	2.6%
Financial Margin with Market	50.5	73.5	-31.3%	45.2	11.7%
Loan Loss Provision (LLP)	**(22.5)**	**(50.8)**	**-55.8%**	**(57.9)**	**-61.2%**
Net Interest Income after LLP	**211.1**	**225.8**	**-6.5%**	**207.9**	**1.5%**

Net Interest Income
(BRL million)



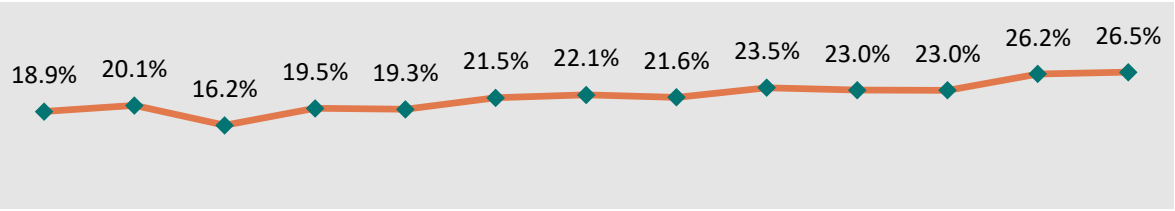
NIM
(% p.a.)



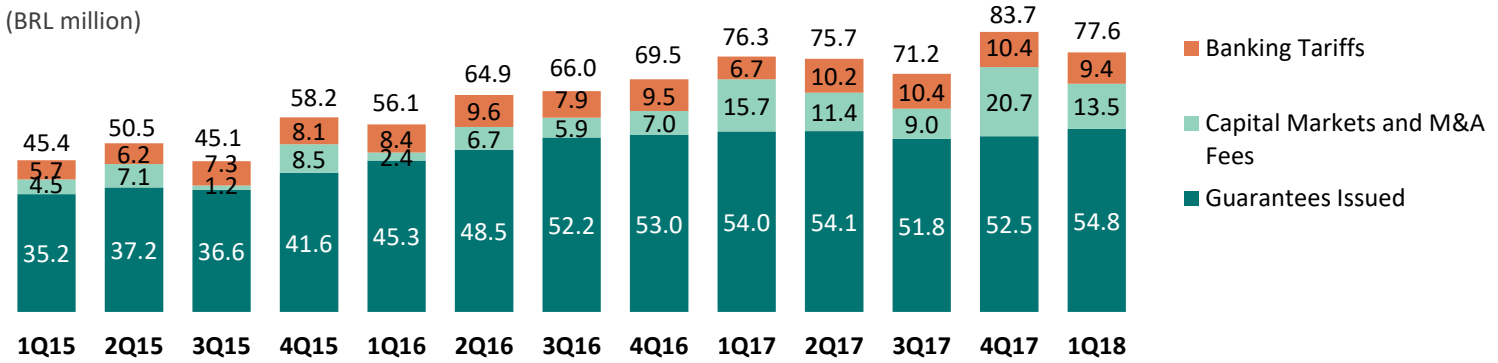


Service Revenues

Service Fees (BRL million)	1Q18	4Q17	Chg	1Q17	Chg
Guarantees Issued	54.8	52.5	4.3%	54.0	1.5%
Capital Markets and M&A Fees	13.5	20.7	-35.1%	15.7	-14.0%
Banking Tariffs	9.4	10.4	-10.2%	6.7	39.7%
Total	**77.6**	**83.7**	**-7.3%**	**76.3**	**1.7%**



Services Revenue
Total Revenue



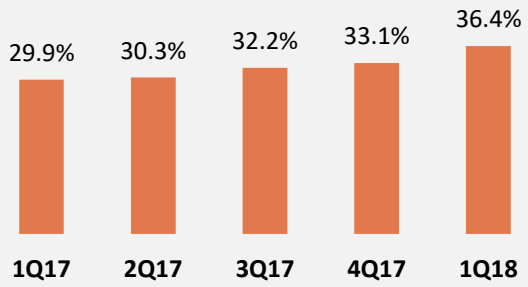


Expenses and Efficiency Ratio

Expenses (BRL million)	1Q18	4Q17	Chg	1Q17	Chg
Personnel Expenses	(47.8)	(49.4)	-3.4%	(43.1)	10.9%
Other Administrative	(26.1)	(28.0)	-6.8%	(25.9)	0.7%
Subtotal	**(73.8)**	**(77.4)**	**-4.6%**	**(69.0)**	**7.1%**
Profit Sharing	(40.1)	(36.9)	8.7%	(35.4)	13.2%
Total	**(113.9)**	**(114.3)**	**-0.3%**	**(104.4)**	**9.1%**

From the first quarter of 2018 on, the managerial income statement considers the following reclassification: (i) INSS (Social Security) expenses related to the variable compensation will be reclassified to the line "Profit Sharing", where the variable compensation is accounted, from the line "Personnel Expenses"; and (ii) expenses with initiatives that set tax shields such as the Rouanet Law (cultural incentive), Sports Incentive Law and FUMCAD (incentives for Child and Adolescent rights) will be reclassified to the line "Income Tax and Social Contribution" from the line "Other Administrative".

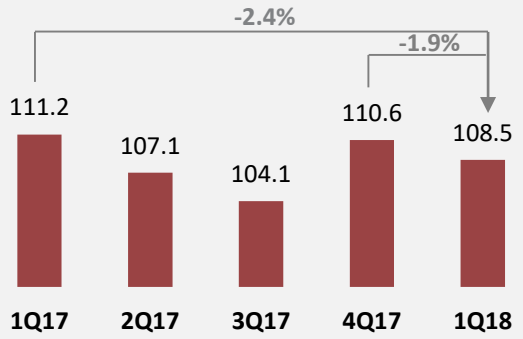
Recurring Efficiency Ratio (Expenses/Revenues)



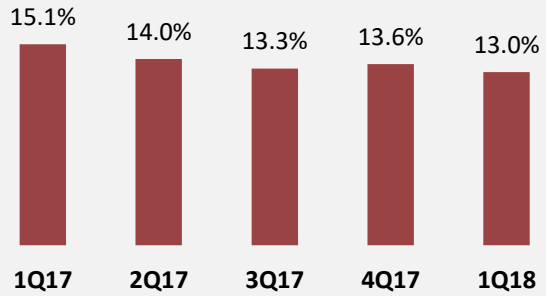


Profitability

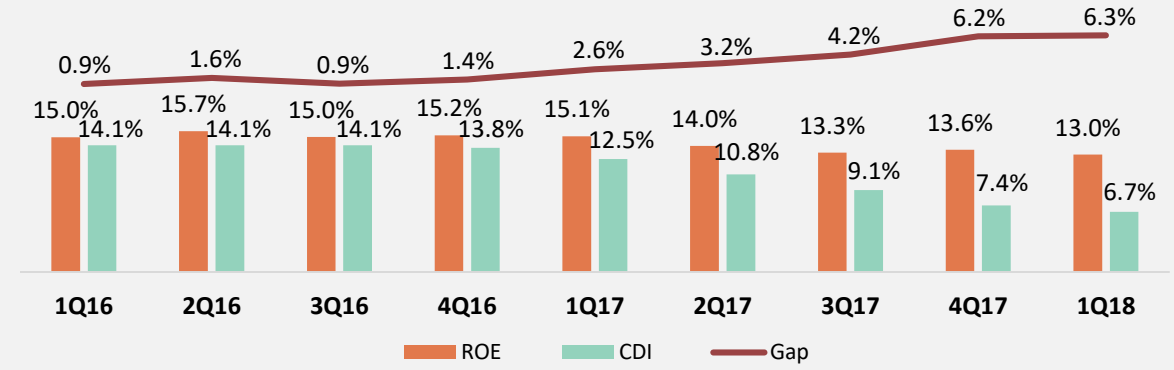
Recurring Net Income (BRL million)



Recurring ROAE (% p.a.)



Recurring ROE (p.a.) **x CDI** (p.a.)





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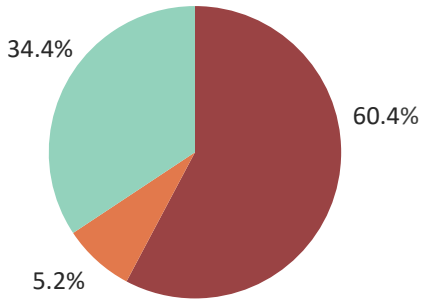
Ownership structure



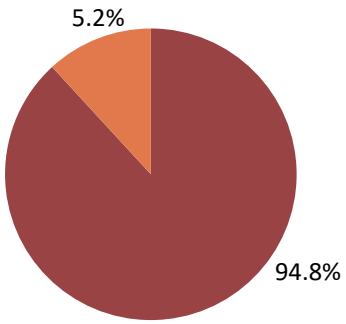
Ownership Structure

ABC Brasil

Total Capital



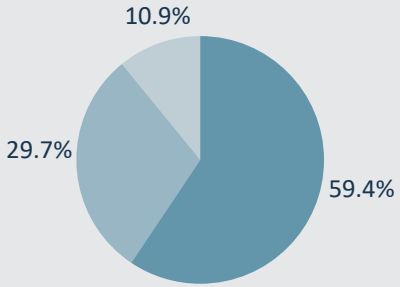
Voting Capital



- Bank ABC
- Local Management and Directors
- Free-float

(As of March, 2018)

Bank ABC
(Controlling Shareholder)



- Central Bank of Libya
- Kuwait Investment Authority
- Free-float

International bank headquartered in Bahrain

• Total Assets:	US$ 29.5 billion
• Shareholders' Equity:	US$ 3.9 billion
• BIS Ratio:	19.3%
• Tier 1 Capital:	18.2%

(As of September, 2017)



Contact

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Appendix



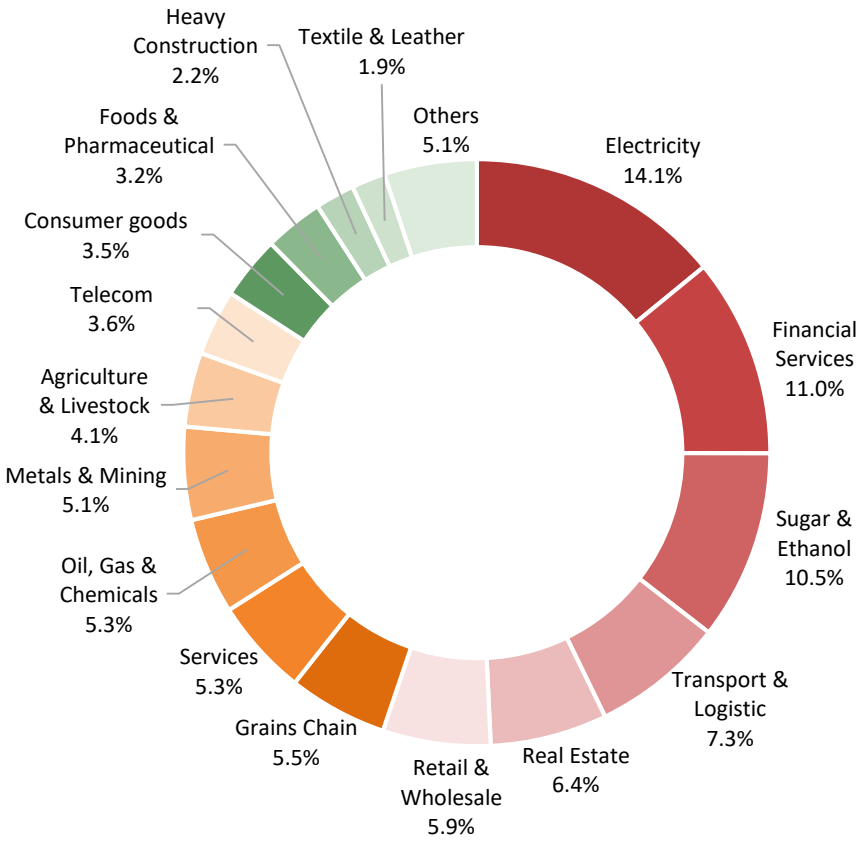
Expanded Credit Portfolio

(BRL million)	Mar/18	Dec/17	Chg 3M	Mar/17	Chg 12M
Loans	**11,925.6**	**12,095.1**	**-1.4%**	**11,482.9**	**3.9%**
Large Corporate	7,917.4	8,397.3	-5.7%	8,438.9	-6.2%
Corporate	4,008.2	3,697.9	8.4%	3,044.0	31.7%
Guarantees Issued	**10,643.5**	**10,049.1**	**5.9%**	**9,708.3**	**9.6%**
Large Corporate	10,211.6	9,676.9	5.5%	9,411.2	8.5%
Corporate	431.9	372.2	16.0%	297.1	45.3%
Corporate Securities	**2,285.8**	**2,386.1**	**-4.2%**	**1,745.1**	**31.0%**
Large Corporate	2,213.2	2,307.3	-4.1%	1,667.3	32.7%
Corporate	72.6	78.7	-7.7%	77.8	-6.6%
Expanded Credit Portfolio	**24,854.9**	**24,530.3**	**1.3%**	**22,936.3**	**8.4%**
Large Corporate	20,342.2	20,381.5	-0.2%	19,517.4	4.2%
Corporate	4,512.7	4,148.8	8.8%	3,418.9	32.0%



Economic Sectors

(Expanded Credit Portfolio)



(As of March, 2018)

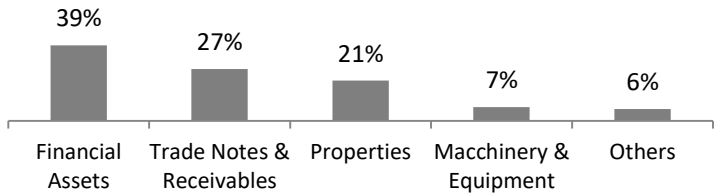
Collaterals

(Expanded Credit Portfolio)

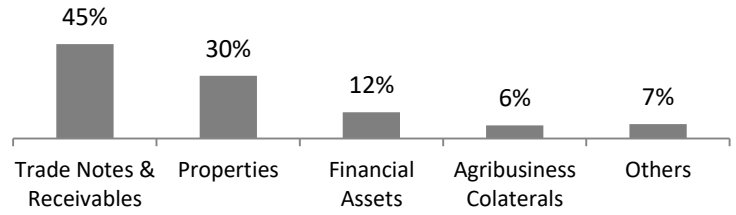
Collaterals

	Large Corporate	Corporate	Total
Clean	77%	47%	71%
Real	23%	53%	29%

Large Corporate

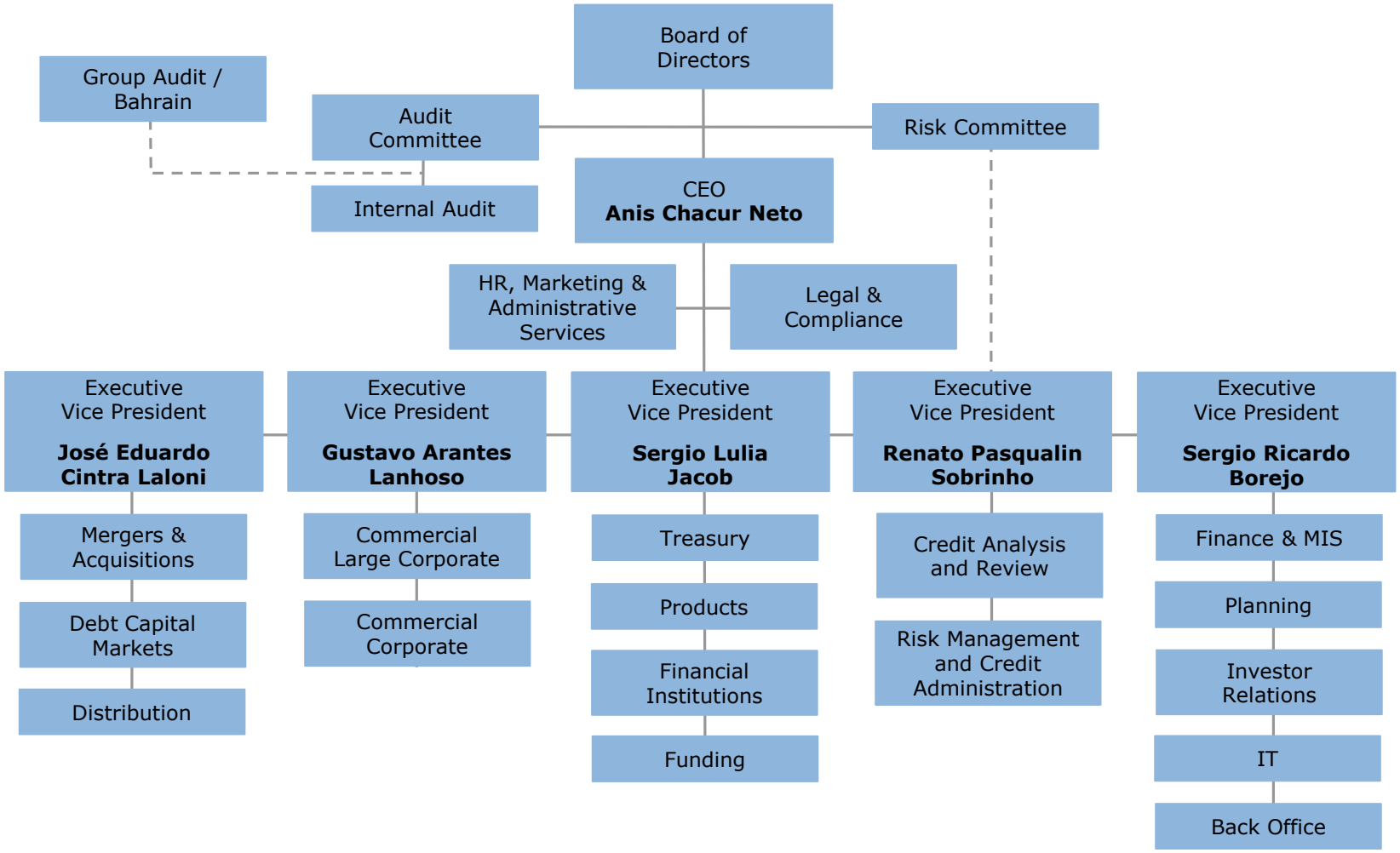


Corporate





Corporate Structure



(As of March, 2018)



Board of Directors

Members

Anwar Ali Al Mudhaf *(Kuwaiti)*	ABC Brasil Chairman & Arab Banking Corporation Board Member
Tito Enrique da Silva Neto *(Brazilian)*	Vice Chairman & Former CEO of Banco ABC Brasil
Vernom Handley *(British)*	Arab Banking Corporation Executive
Paul Henry Jennings *(British)*	Arab Banking Corporation Executive
Brendon Hopkins *(British)*	Arab Banking Corporation Executive
Ricardo Alves Lima *(Brazilian)*	Independent Member

(As of May, 2018)



History in Brazil

1989

Arab Banking Corporation and Roberto Marinho Group jointly initiate Banco ABC Roma S.A., acting in the segments of corporate lending, trade finance and treasury.

1997

Arab Banking Corporation and local management acquire Roberto Marinho Group's shares.

The bank's name changes to Banco ABC Brasil S.A.

2007

IPO

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2018



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