BANCO ABC BRASIL

Investor Presentation | February 2017

ABCB4 NÍVEL 2 BOVESPA BRASIL

Índice BM&FBOVESPA Financeiro IFNC

Índice Small Cap SMLL

Índice de Ações com Tag Along Diferenciado ITAG

Índice de Ações com Governança Corporativa Diferenciada IGC

Strategy and business segments

Funding and capital base

Financial highlights

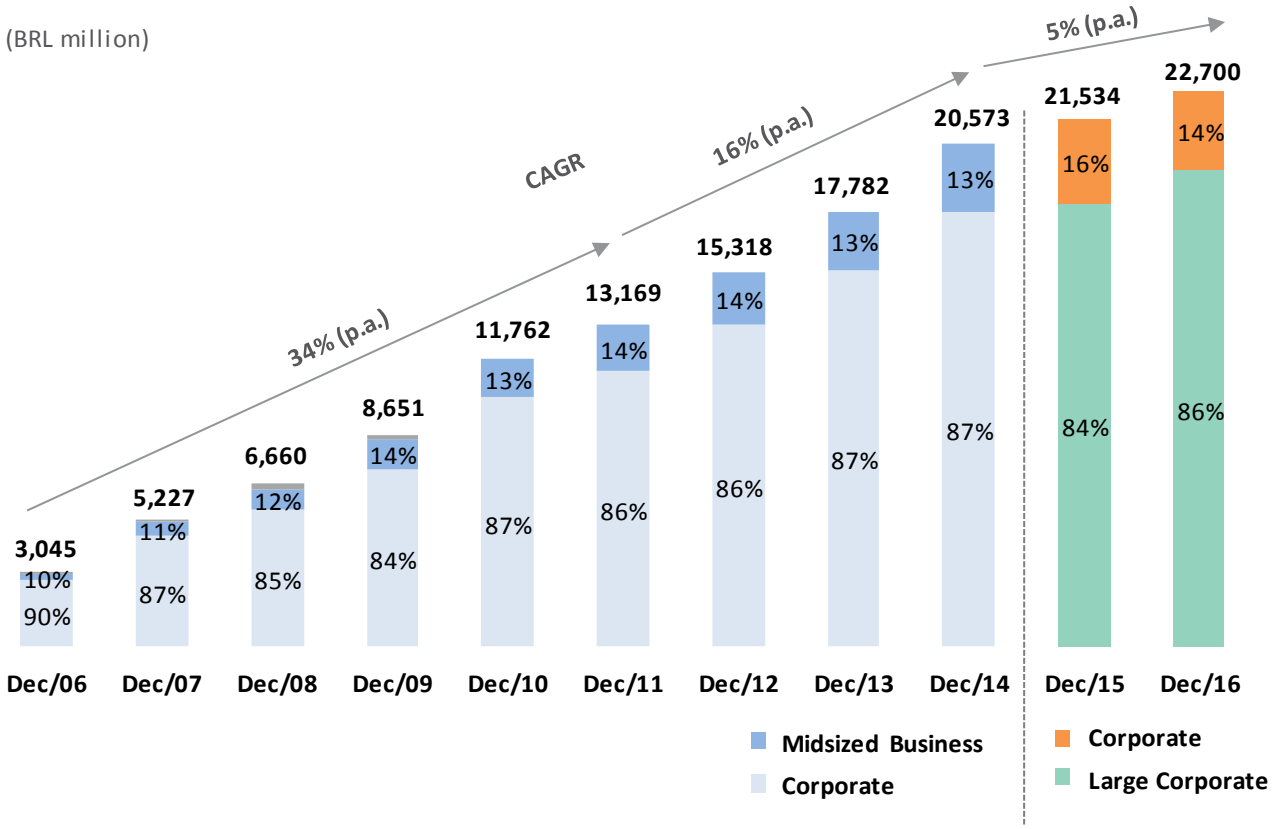
Ownership structure



Focus on Companies

Banco ABC Brasil strongly focuses on providing loans and structured products to midsized and large companies.

Expanded Credit Portfolio*



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



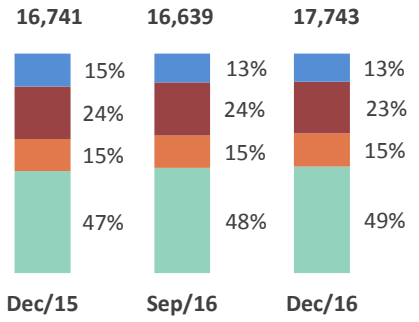
Segments Highlights

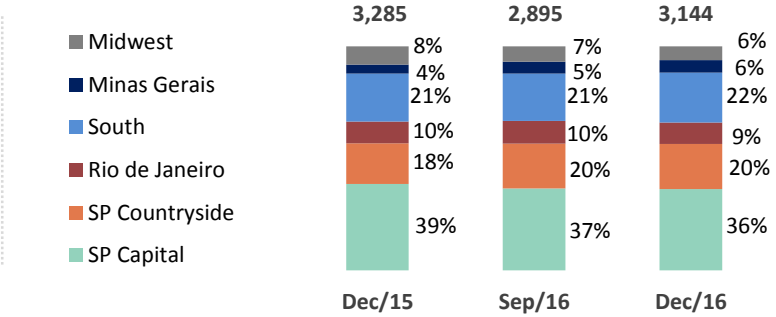
Large Corporate				Corporate		
Dec/15	Sep/16	Dec/16		Dec/15	Sep/16	Dec/16
717	729	743	**Total Number of Clients**	1,300	1,135	1,122
509	509	535	**Clients with Credit Exposure**	1,032	909	899
32.9	32.7	33.2	**Average Ticket** (BRL million)	3.2	3.2	3.5
359	350	346	**Average Tenor** (days)	295	297	287

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

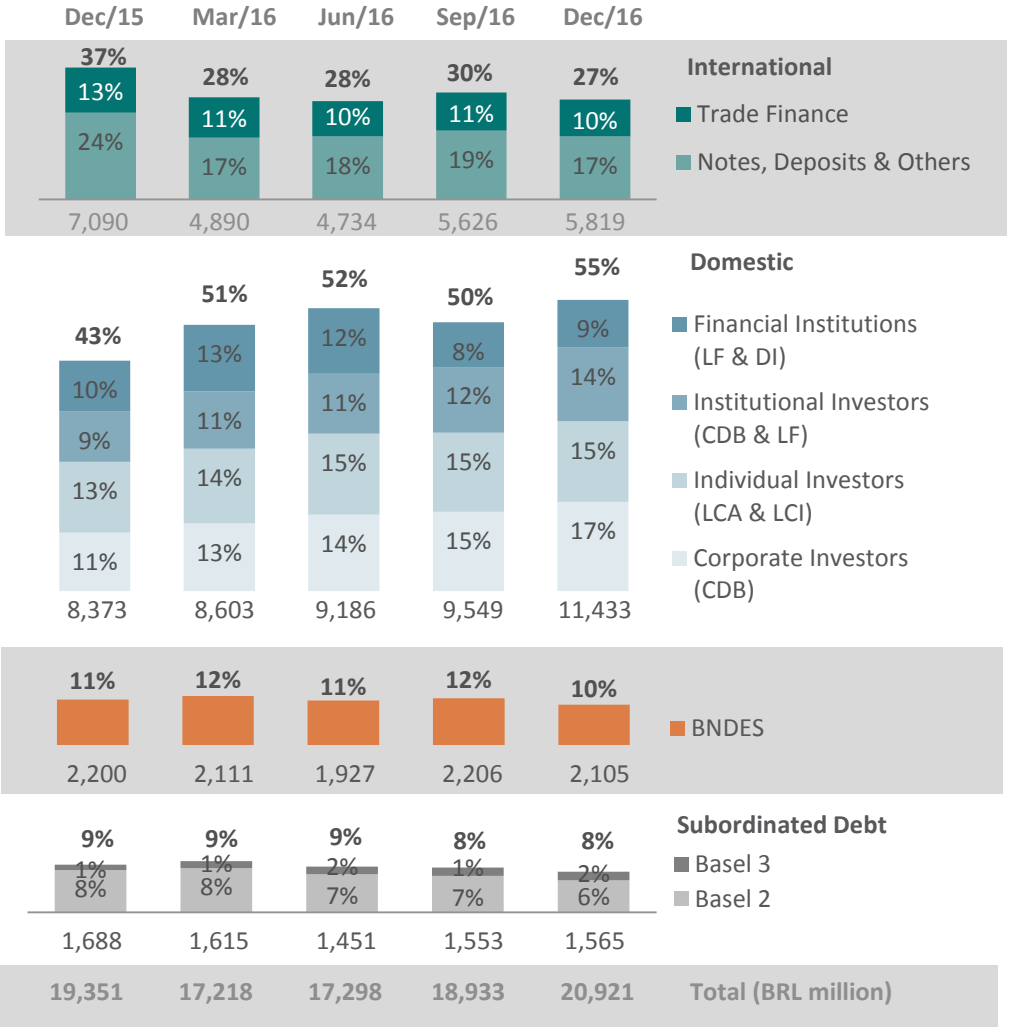
Financial highlights

Ownership structure



Funding & Ratings

Diversified funding with access to local and international sources



Funding Breakdown:

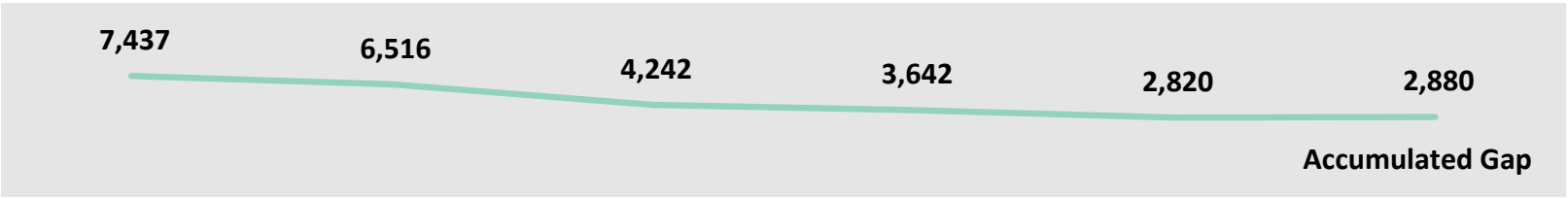
Local (with BNDES e Sub Debt Basel 3): 67%

International (with Sub Debt Basel 2): 33%

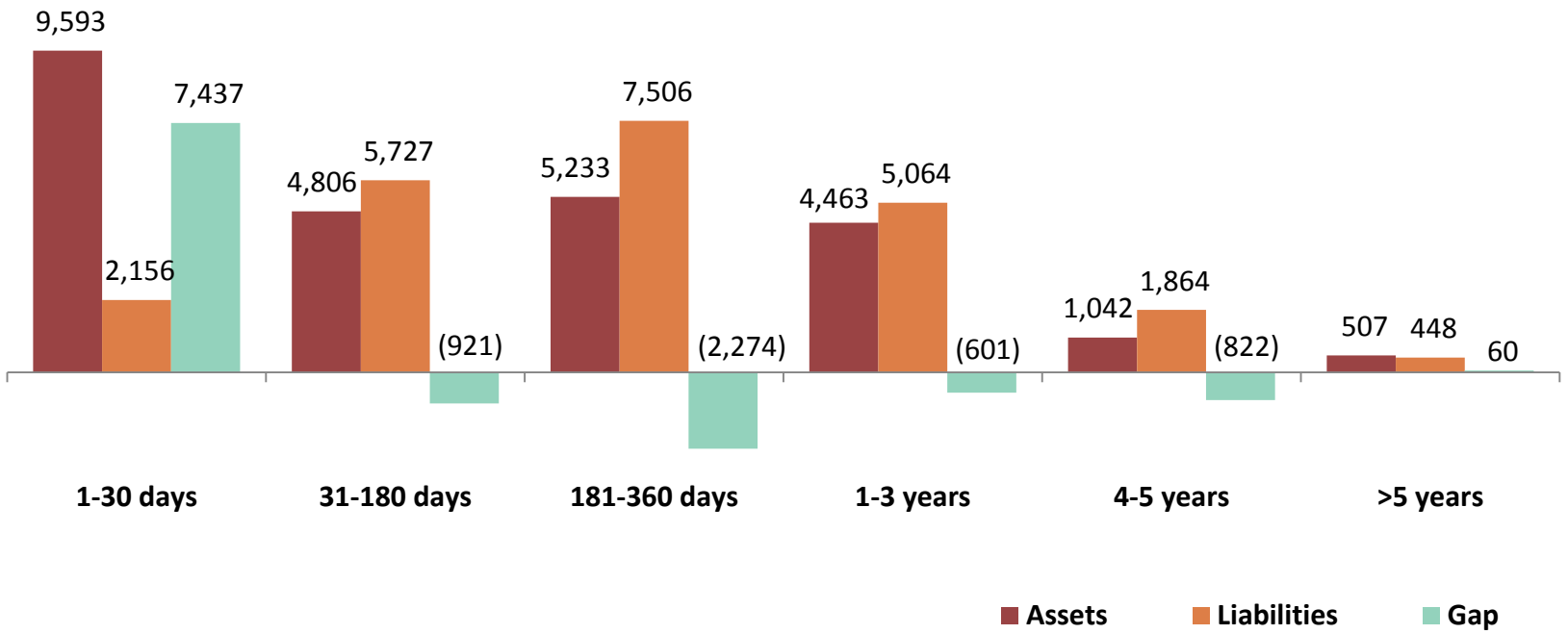
Ratings	ABC Brasil		Brasil
	Local	Global	Soberano
Moody's	Aa2.Br	Ba2	Ba2
Fitch Ratings	AA+	BB+	BB
Standard & Poor's	brAA-	BB	BB



Assets & Liabilities by Maturity



(BRL million)

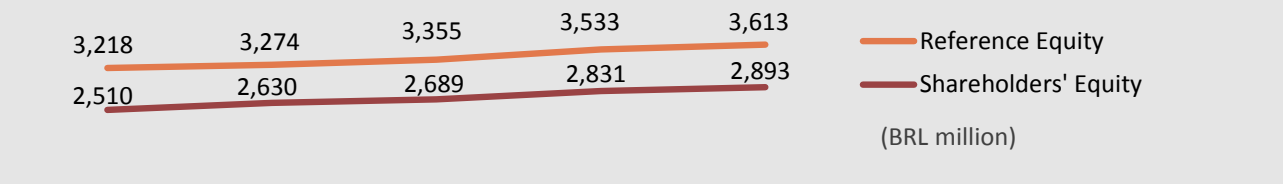


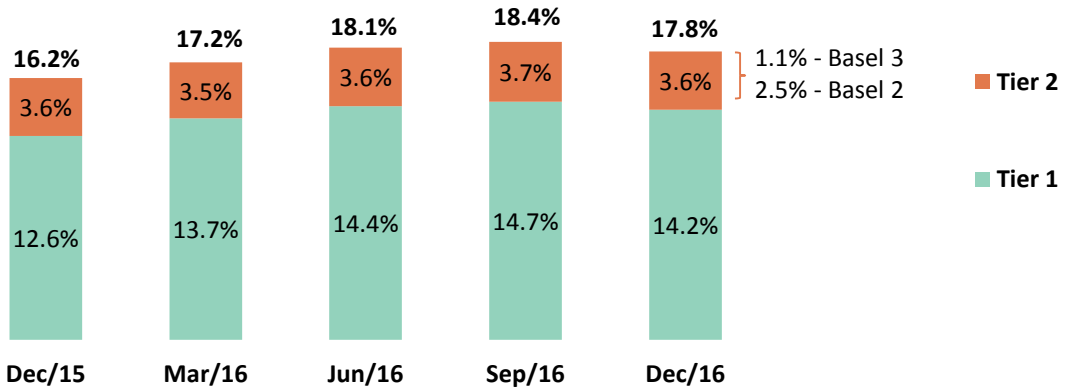
(As of December, 2016)



Basel Index & Shareholders' Equity

Capital Adequacy (BRL million)	Dec/16	Sep/16	Chg 3M (%) / p.p.	Dec/15	Chg 12M (%) / p.p.
Referential Equity	3.612,6	3.532,4	2,3%	3.217,7	12,3%
Required Referential Equity	2.001,5	1.893,9	5,7%	2.187,7	-8,5%
Capital Surplus	1.611,1	1.638,5	-1,7%	1.030,1	56,4%
Basel Ratio	**17,8%**	**18,4%**	-0,6	**16,2%**	1,6
Tier 1 (Core Capital)	14,2%	14,7%	-0,5	12,6%	1,6
Tier 2	3,6%	3,7%	-0,1	3,6%	0,0







Strategy and business segments

Funding and capital base

Financial highlights

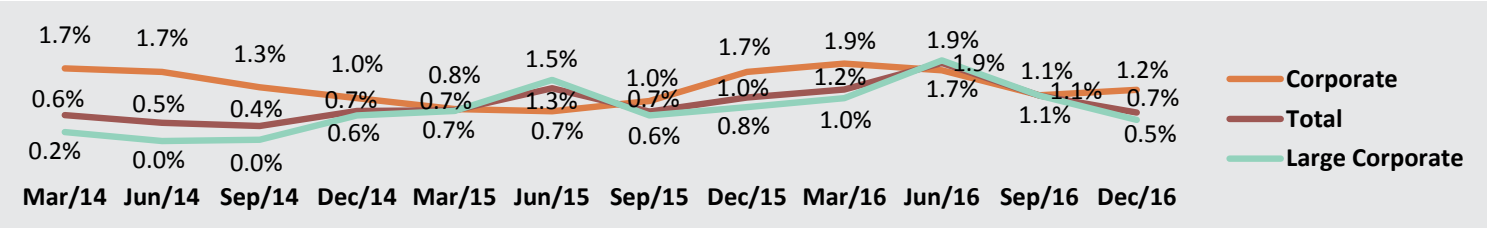
Ownership structure



Credit Portfolio Quality

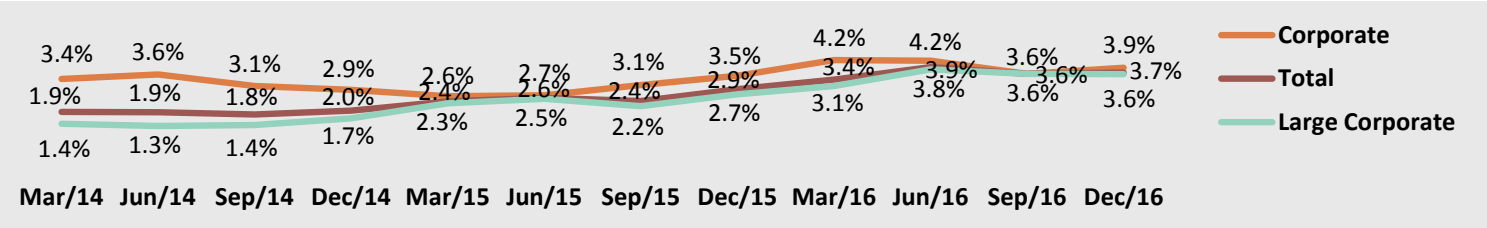
Loans overdue for more than 90 days (includes falling due and overdue installments)

% of loan portfolio



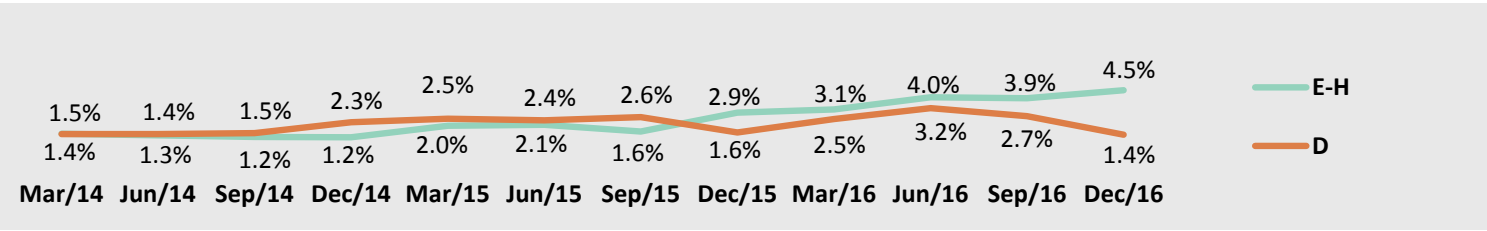
Loans Loss Reserve

% of loan portfolio



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

% of loan portfolio



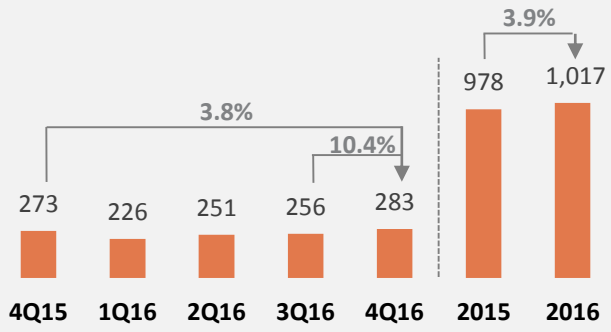


Financial Margin

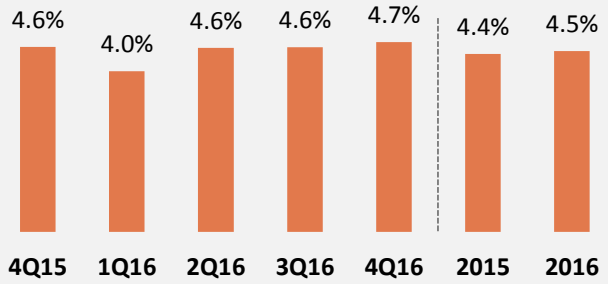
(BRL million)	4Q16	3Q16	Chg	4Q15	Chg	2016	2015	Chg
Net Interest Income	**283.3**	**256.5**	**10.4%**	**273.0**	**3.8%**	**1,016.6**	**978.5**	**3.9%**
Shareholders' Equity Remunerated at CDI Rate	83.0	83.3	-0.3%	69.9	18.8%	314.9	259.7	21.3%
Financial Margin with Clients	149.0	127.6	16.8%	134.9	10.5%	532.7	523.1	1.8%
Financial Margin with Market	51.2	45.5	12.5%	68.2	-24.9%	169.1	195.7	-13.6%
Loan Loss Provision (LLP)	**(55.3)**	**(50.2)**	**10.1%**	**(48.6)**	**13.9%**	**(208.6)**	**(168.7)**	**23.7%**
Net Interest Income after LLP	**227.9**	**206.2**	**10.5%**	**224.4**	**1.6%**	**808.0**	**809.8**	**-0.2%**



Net Interest Income
(BRL million)

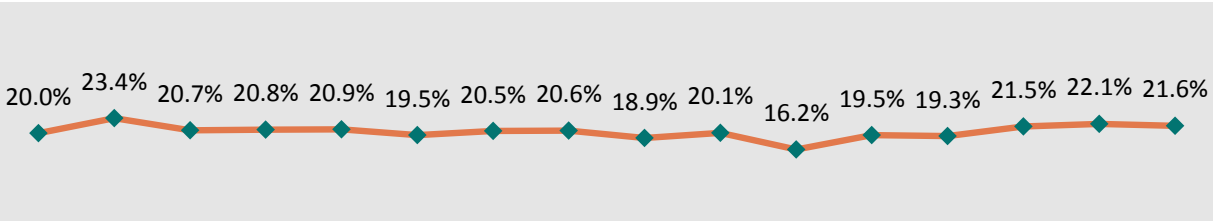


NIM
(% p.a.)

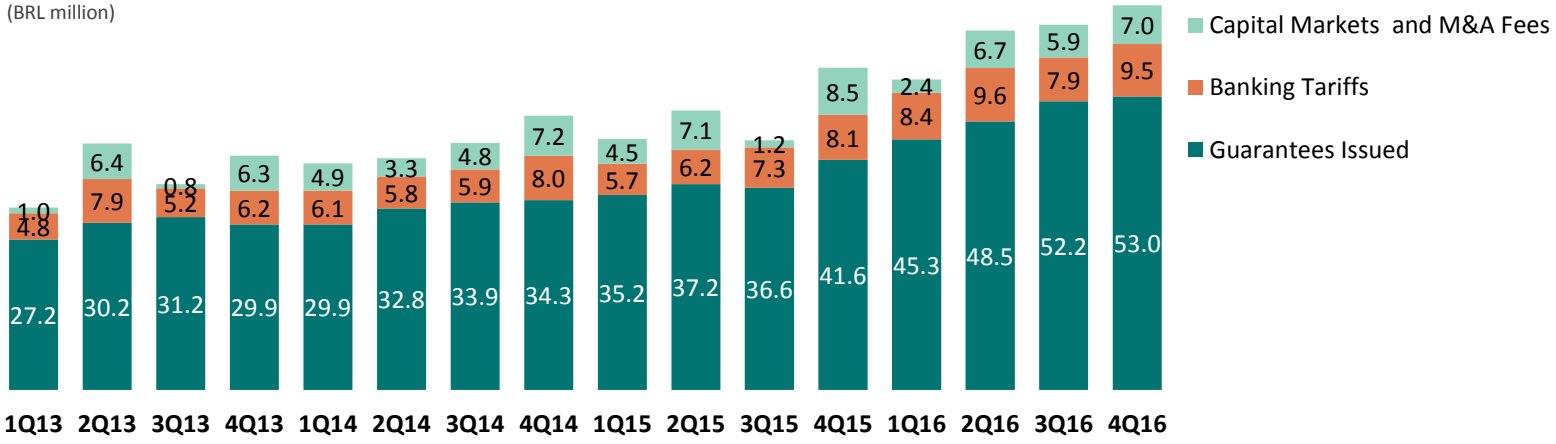


Service Revenues

Banking Service Fees (BRL million)	4Q16	3Q16	Chg	4Q15	Chg	2016	2015	Chg
Guarantees Issued	53.0	52.2	1.7%	41.6	27.5%	199.0	150.5	32.2%
Capital Markets and M&A Fees	7.0	5.9	18.3%	8.5	-17.6%	22.1	21.3	4.0%
Commercial Banking Tariffs	9.5	7.9	19.9%	8.1	16.8%	35.4	27.3	29.8%
Total	**69.5**	**66.0**	**5.4%**	**58.2**	**19.4%**	**256.6**	**199.1**	**28.9%**



Service Revenues
Total Revenues

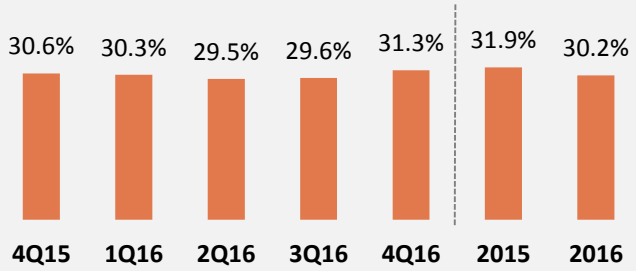




Expenses and Efficiency Ratio

Expenses (BRL million)	4Q16	3Q16	Chg	4Q15	Chg	2016	2015	Chg
Personnel Expenses (adjusted)	(49.2)	(45.3)	8.6%	(45.5)	8.3%	(183.9)	(174.8)	5.2%
Other Administrative	(49.2)	(45.3)	8.6%	(45.5)	8.3%	(191.9)	(174.8)	9.8%
Personnel Expenses (adjusted)	0.0	0.0	0.0%	0.0	0.0%	8.0	0.0	-
Other Administrative	(29.1)	(25.9)	12.2%	(24.6)	18.1%	(104.6)	(93.7)	11.6%
Subtotal	**(78.3)**	**(71.3)**	**9.9%**	**(70.1)**	**11.7%**	**(288.5)**	**(268.5)**	**7.4%**
Profit Sharing	(30.3)	(25.0)	21.2%	(29.0)	4.4%	(107.4)	(101.2)	6.2%
Total	**(108.6)**	**(96.2)**	**12.8%**	**(99.1)**	**9.6%**	**(395.9)**	**(369.7)**	**7.1%**

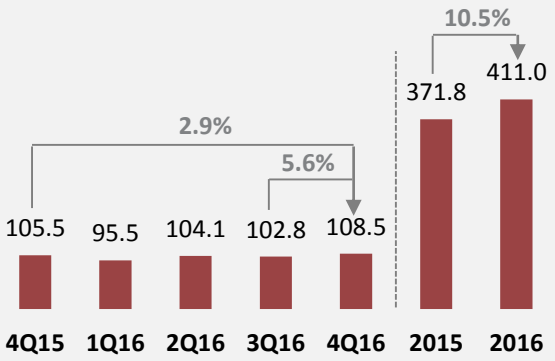
Recurring Efficiency Ratio (Expenses/Revenues)



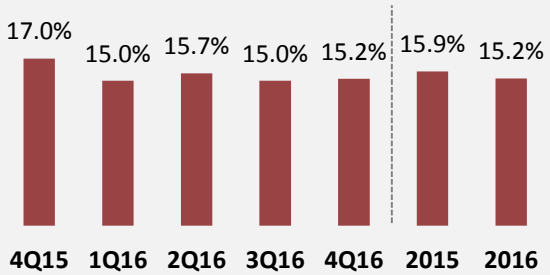


Profitability

Recurring Net Income (BRL million)



Recurring ROAE (% p.a.)





Strategy and business segments

Funding and capital base

Financial highlights

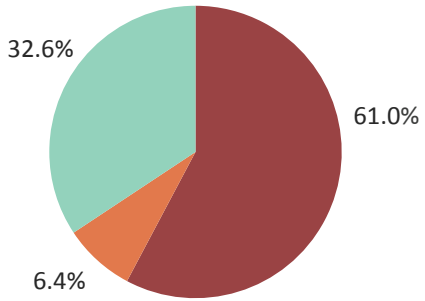
Ownership structure



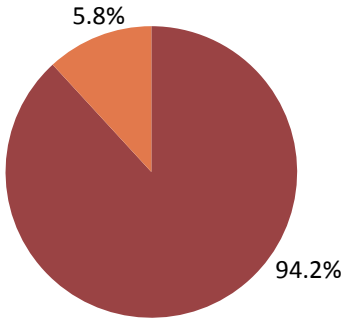
Ownership Structure

ABC Brasil

Total Capital



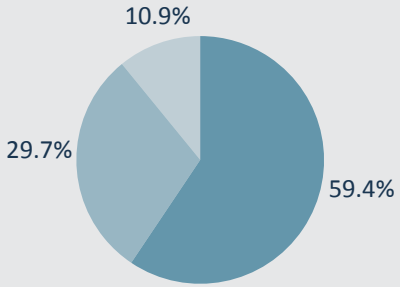
Voting Capital



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

(As of December, 2016)

Bank ABC
(Controlling Shareholder)



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

International bank headquartered in Bahrain

• Total Assets:	US$ 30.0 billion
• Shareholders' Equity:	US$ 3.8 billion
• BIS Ratio:	19.1%
• Tier 1 Capital:	17.3%

(As of December, 2016)



Contact

Website: www.abcbrasil.com.br

Phone: +55 (11) 3170-2500



ABCB4 NÍVEL 2 BOVESPA BRASIL

Índice BM&FBOVESPA Financeiro IFNC

Índice Small Cap SMLL

Índice de Ações com Tag Along Diferenciado ITAG

Índice de Ações com Governança Corporativa Diferenciada IGC

Appendix



Expanded Credit Portfolio

(BRL million)	Dec/16	Sep/16	Chg	Dec/15	Chg
Loans	**11,664.9**	**10,654.3**	**9.5%**	**11,487.8**	**1.5%**
Large Corporate	8,768.3	7,936.4	10.5%	8,399.8	4.4%
Corporate	2,896.6	2,718.0	6.6%	3,088.1	-6.2%
Guarantees Issued	**9,222.4**	**8,880.0**	**3.9%**	**8,537.4**	**8.0%**
Large Corporate	8,974.7	8,702.5	3.1%	8,340.8	7.6%
Corporate	247.8	177.5	39.6%	196.6	26.0%
Corporate Securities	**1,813.1**	**1,681.6**	**7.8%**	**1,508.3**	**20.2%**
Large Corporate	1,741.5	1,606.7	8.4%	1,416.3	23.0%
Corporate	71.6	74.9	-4.4%	92.0	-22.2%
Expanded Credit Portfolio	**22,700.4**	**21,215.8**	**7.0%**	**21,533.6**	**5.4%**
Large Corporate	19,484.4	18,245.5	6.8%	18,156.9	7.3%
Corporate	3,216.0	2,970.3	8.3%	3,376.7	-4.8%



Economic Sectors

(Loans & Guarantees)

Sector	Dec/ 16
Sugar & Ethanol	12.0%
Financial Services	11.8%
Electricity	11.5%
Grains Chain	7.9%
Transport & Logistic	7.7%
Real Estate	6.9%
Retail & Wholesale	5.9%
Oil, Gas & Chemicals	5.5%
Telecom	4.3%
Services	4.2%
Metals & Mining	3.9%
Agriculture & Livestock	3.7%
Consumer goods	3.2%
Heavy Construction	2.9%
Food & Pharmaceutical	2.5%
Textile & Leather	1.6%
Others	4.7%

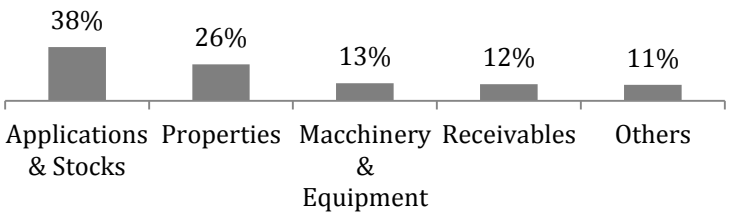
(As of December, 2016)

Collaterals

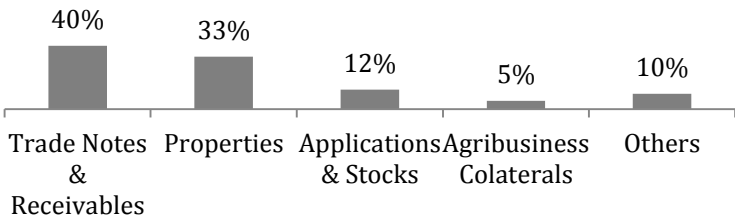
(Loans & Guarantees)

Collaterals			
	Large Corporate	Corporate	Total
Clean	79%	43%	74%
Real	21%	57%	26%

Large Corporate

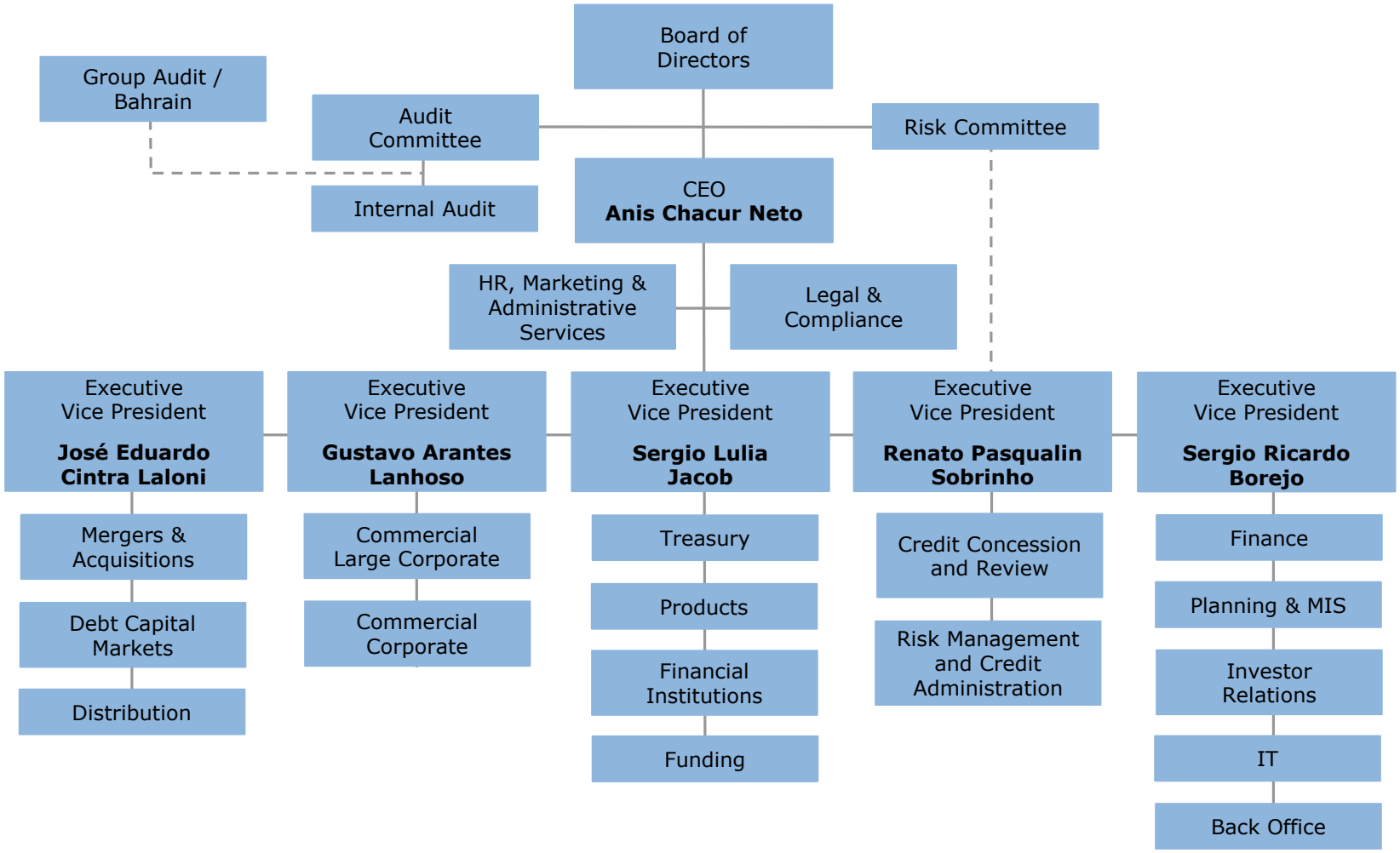


Corporate





Corporate Structure



(As of February, 2017)



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
Dilip Kumar *(Indian)*	Arab Banking Corporation Executive
Ricardo Alves Lima *(Brazilian)*	Independent Member
Guilherme de Morais Vicente *(Brazilian)*	Independent Member

(As of February, 2017)



History in Brazil

1989

Arab Banking Corporation and Grupo Roberto Marinho 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.

2005

The bank structures its midsized business operations

2007

IPO

ABCB4 NÍVEL 2 BOVESPA BRASIL

2017



Disclaimer

The following material, on this date, is a presentation containing general information about the Banco ABC Brasil S.A. We offer no guarantee and make no declaration, implicitly or explicitly, as to the accuracy, completeness or scope of this information.

This presentation may include forward-looking statements of future events or results according to the regulations of the Brazilian and International securities and exchange commissions. These statements are based on certain assumptions and analyses by the Company that reflect its experience, the economic environment, future market conditions and expected events by the company, many of which are beyond the control of the Company. Important factors that may lead to significant differences between the actual results and the statements of expectations about future events or results include the company's business strategy, Brazilian and International economic conditions, technology, financial strategy, financial market conditions, uncertainty regarding the results of its future operations, plans, objectives, expectations and intentions, among others. Considering these factors, the actual results of the company may be significantly different from those shown or implicit in the statement of expectations about future events or results.

The information and opinions contained in this presentation should not be understood as a recommendation to potential investors and no investment decision is to be based on the veracity, current events or completeness of this information or these opinions. No advisors to the company or parties related to them or their representatives should have any responsibility for any losses that may result from the use or contents of this presentation.