Cosan Limited

Consolidated interim financial statements
June 30, 2013

Cosan Limited

Consolidated interim financial statements

For the quarter ended June 30, 2013 and 2012

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Independent auditors' report on review of interim financial information

The Board of Directors and Shareholders
Cosan Limited

Introduction

We have reviewed the consolidated interim accounting information of Cosan Limited, included in the Quarterly Information Form (ITR) for the quarter ended June 30, 2013, comprising the balance sheet at that date and the statements of income, comprehensive income, changes in equity and cash flows for the quarter then ended, and a summary of significant accounting policies and other explanatory information.

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

Scope of review

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

Conclusion on the consolidated interim information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated interim accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with IAS 34 applicable to the preparation of the Quarterly Information, and presented in accordance with the standards issued by the CVM.

Emphasis

Restatement of corresponding figures

As mentioned in Note 4 to the Quarterly Information, the consolidated balance sheet as of March 31, 2013, and the consolidated statements of income, comprehensive income, changes in equity and cash flows for the quarter ended June 30, 2012, presented for comparative purposes, were adjusted and are being restated following the adoption by the Company's subsidiary Cosan S.A. Indústria e Comércio of the new accounting requirements of the IFRS 11- Joint Arrangements, and as required by IAS 8 - Accounting Policies, Changes in Accounting Estimates and Errors and IAS 1 - Presentation of Financial Statements. Our conclusion has not been qualified as a result of this matter.

Other matters

Prior period financial statements audited by another audit firm

The Quarterly Information mentioned in the first paragraph includes accounting information derived from consolidated balance sheet as of March 31, 2012 which was adjusted as a result of the adoption by the Company's subsidiary Cosan S.A. Indústria e Comércio of IFRS 11 - Joint Arrangements. The examination of the financial statements for the year ended March 31, 2012, as originally prepared, was conducted by another audit firm who issued an unqualified audit report dated June 6, 2013. As part of our review of the financial information for the quarter ended June 30, 2013, we reviewed the adjustments made to the balance sheet at March 31, 2012. Based on this review, nothing came to our attention that causes us to believe that such adjustments are not appropriate or were not properly recorded in all material respects. We were not engaged to audit, review or apply any other procedures on the balance sheet as of March 31, 2012 and, therefore, express no opinion or any form of assurance on these prior year financial statements.

Campinas, August 7, 2013

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

Valdir Augusto de Assunção
Contador CRC 1SP135319/O-9

Cosan Limited

Consolidated statement of financial position

June 30, 2013 and 2012

(In thousands of Brazilian Reais - R$)

	Note	June 30, 2013	March 31, 2013 (Restated)
Assets			
Cash and cash equivalents	6	1,495,446	1,544,072
Restricted cash		-	18,220
Securities		114,190	105,856
Trade receivables	7	1,018,243	857,137
Derivative financial instruments	26	103,946	32,301
Inventories	8	274,147	275,697
Receivables from related parties	11	60,809	37,642
Income tax		83,671	81,484
Other current tax assets	9	106,611	113,352
Other financial assets	10	60,325	59,299
Dividends receivable		118,746	119,297
Non-current asset held for sale		-	85,426
Other assets		226,567	202,305
Current assets		**3,662,701**	**3,532,088**
Trade receivables	7	10,957	9,505
Deferred tax assets	19	204,708	203,481
Receivables from related parties	11	542,375	535,336
Income tax		38,841	-
Other non-current tax assets	9	57,757	17,881
Judicial deposits	20	390,376	383,253
Other financial assets	10	453,559	446,950
Derivative financial instruments	26	300,950	113,555
Other non-current asset		416,414	412,022
Equity method investments	12	92,295	50,556
Investment in joint ventures	13	8,551,222	8,582,741
Investment property	14	2,477,955	2,473,438
Property, plant and equipment	15	1,206,120	1,178,297
Intangible assets	16	9,756,656	9,614,898
Non-current assets		**24,500,185**	**24,021,913**
Total Assets		**28,162,886**	**27,554,001**

The notes are an integral part of these consolidated interim financial statements.

Cosan Limited

Consolidated statement of financial position

June 30, 2013 and 2012

(In thousands of Brazilian Reais - R$)

	Note	June 30, 2013	March 31, 2013 (Restated)
Liabilities			
Loans and borrowings	17	1,617,662	1,608,373
Derivative financial instruments	26	-	10,009
Trade payables		970,343	799,479
Employee benefits		109,172	94,262
Income tax payable		22,108	12,672
Other current tax liabilities	18	193,354	147,691
Dividends payable		127,549	83,518
Payables to related parties	11	112,450	91,433
Other current liabilities		135,157	139,911
Current liabilities		**3,287,795**	**2,987,348**
Loans and borrowings	17	7,304,889	6,899,631
Derivative financial instruments	26	135,080	-
Other non-current tax liabilities	18	947,930	951,207
Provision for judicial demands	20	764,361	825,684
Pension and post-employment benefits	27	380,521	376,059
Deferred tax liabilities	19	1,822,475	1,766,264
Other non-current liabilities		497,197	509,032
Non-current liabilities		**11,852,453**	**11,327,877**
Total liabilities		**15,140,248**	**14,315,225**
Equity	21		
Share capital		5,328	5,328
Additional paid in capital		3,846,563	3,856,849
Other comprehensive income		(63,966)	(58,908)
Retained earnings		2,087,820	2,214,459
Equity attributable to owners of the Company		**5,875,745**	**6,017,728**
Non-controlling interests		**7,146,893**	**7,221,048**
Total equity		**13,022,638**	**13,238,776**
Total equity and liabilities		**28,162,886**	**27,554,001**

The notes are an integral part of these consolidated interim financial statements.

Cosan Limited

Consolidated statement of income

For the quarter ended June 30, 2013 and 2012

(In thousands of Brazilian Reais – R$, except earnings per share)

	Note	June 30, 2013	June 30, 2012 (Restated)
Net sales	23	2,225,938	422,246
Cost of sales		(1,599,862)	(306,254)
Gross profit		**626,076**	**115,992**
Selling expenses		(179,803)	(47,331)
General and administrative expenses		(145,900)	(58,718)
Other, net	25	(14,300)	41,125
Operating expenses		**(340,003)**	**(64,924)**
Income before financial results, equity income of associates and income taxes		**286,073**	**51,068**
Equity income of associates			
Equity pick-up in investees	12	3,800	10,462
Equity pick-up in jointly controlled entity	13	(36,160)	(24,875)
		(32,360)	**(14,413)**
Financial results	24		
Finance expense		(215,617)	(97,933)
Finance income		57,730	22,512
Foreign exchange losses, net		(309,837)	(84,221)
Derivatives		149,934	17,717
		(317,790)	**(141,925)**
Loss before taxes		**(64,077)**	**(105,270)**
Income taxes	19		
Current		(25,603)	(4,605)
Deferred		(53,233)	93,979
		(78,836)	**89,374**
Loss from continuing operations		**(142,913)**	**(15,896)**
Loss from discontinued operation, net of tax		**-**	**(930)**
Loss for the period		**(142,913)**	**(16,826)**
Net income (loss) attributable to			
Owners of the Company (including discontinued operations)		(126,639)	(25,046)
Non-controlling interests		(16,274)	8,220
Basic earnings (loss) per share			
Continued operations		(R$0.54)	(R$ 0.06)
Discontinued operations		-	(R$ 0.01)
Diluted earnings (loss) per share			
Continued operations		(R$ 0.47)	(R$ 0.06)
Discontinued operations		-	(R$ 0.01)

The notes are an integral part of these consolidated interim financial statements.

Cosan Limited

Consolidated statement of comprehensive income

For the quarter ended June 30, 2013 and 2012

(In thousands of Brazilian Reais - R$)

	June 30, 2013	June 30, 2012 (Restated)
Loss for the period	(142,913)	(16,826)
Other comprehensive income		
Items that will never be reclassified to profit or loss:		
Defined benefit plan actuarial losses	(1,688)	-
Taxes on items that will never be reclassified to profit or loss	574	-
	(1,114)	**-**
Items that are or may be reclassified subsequently to profit or loss:		
Foreign currency translation differences	(9,023)	(9,426)
Gain on cash flow hedge	10,946	70,105
Changes in value of securities available for sale	3,852	239
Taxes on items that are or may be reclassified subsequently to profit or loss	(5,031)	(23,917)
	744	**37,001**
Other comprehensive income (loss) for the period, net of tax	**(370)**	**37,001**
Total comprehensive income (loss) for the period	**(143,283)**	**20,175**
Total comprehensive income (loss) attributable to:		
Owners of the Company	(131,697)	(9,281)
Non-controlling interests	(11,586)	29,456

The notes are an integral part of these consolidated interim financial statements.

Statement of changes in equity

For the quarter ended June 30, 2013 and 2012

(In thousands of Brazilian Reais – R$)

		Capital reserve					
	Share capital	Additional paid in capital	Other comprehensive income	Retained earnings	Equity attributable to owners of the Company	Non-controlling interests	Total equity
At April 1, 2013 (Restated)	**5,328**	**3,856,849**	**(58,908)**	**2,214,459**	**6,017,728**	**7,221,048**	**13,238,776**
Loss for the period	-	-	-	(126,639)	(126,639)	(16,274)	(142,913)
Other comprehensive income							
Foreign currency translation differences	-	-	(9,475)	-	(9,475)	452	(9,023)
Gain on cash flow hedge	-	-	4,501	-	4,501	2,724	7,225
Defined benefit plan actuarial losses	-	-	(539)	-	(539)	(575)	(1,114)
Changes in value of securities available for sale	-	-	455	-	455	2,087	2,542
Total comprehensive income (loss) for the period	-	-	(5,058)	(126,639)	(131,697)	(11,586)	(143,283)
Contributions by and distributions to owners of the Company							
Share options exercised	-	3,737	-	-	3,737	2,261	5,998
Dividends - non-controlling interests	-	647	-	-	647	(55,952)	(55,305)
Share based compensation	-	1,341	-	-	1,341	811	2,152
Total contributions by and distributions to owners of the Company	-	5,725	-	-	5,725	(52,880)	(47,155)
Owners of the Company transactions							
Acquisition of treasury shares	-	(16,011)	-	-	(16,011)	(9,689)	(25,700)
Total transactions with owners of the Company	-	(16,011)	-	-	(16,011)	(9,689)	(25,700)
At June 30, 2013	**5,328**	**3,846,563**	**(63,966)**	**2,087,820**	**5,875,745**	**7,146,893**	**13,022,638**

The notes are an integral part of these consolidated interim financial statements.

Statement of changes in equity

For the quarter ended June 30, 2013 and 2012

(In thousands of Brazilian Reais – R$)

		Capital reserve					
	Share capital	Additional paid in capital	Other comprehensive income	Retained earnings	Equity attributable to owners of the Company	Non-controlling interests	Total equity
At April 1, 2012 (Restated)	**5,328**	**3,811,808**	**(176,500)**	**1,936,687**	**5,577,323**	**3,870,177**	**9,447,500**
Loss for the period	-	-	-	(25,046)	(25,046)	8,220	(16,826)
Other comprehensive income							
Foreign currency translation differences	-	-	(13,158)	-	(13,158)	3,732	(9,426)
Gain on cash flow hedge	-	-	28,825	-	28,825	17,444	46,269
Changes in value of securities available for sale	-	-	98	-	98	60	158
Total comprehensive income (loss) for the period	-	-	15,765	(25,046)	(9,281)	29,456	20,175
Contributions by and distributions to owners of the Company							
Dividends - non-controlling interests	-	-	-	-	-	(94,245)	(94,245)
Share based compensation	-	2,071	-	-	2,071	1,253	3,324
Total contributions by and distributions to owners of the Company	-	2,071	-	-	2,071	(92,992)	(90,921)
Owners of the Company transactions							
Acquisition of treasury shares	-	(17,250)	-	-	(17,250)	-	(17,250)
Acquisition of non-conrolling interest	-	(4,741)	-	-	(4,741)	(17,759)	(22,500)
Business combination - Logispot non-controlling interest	-	-	-	-	-	(32,872)	(32,872)
Total transactions with owners of the Company	-	(21,991)	-	-	(21,991)	(50,631)	(72,622)
At June 30, 2012 (Restated)	**5,328**	**3,791,888**	**(160,735)**	**1,911,641**	**5,548,122**	**3,756,010**	**9,304,132**

The notes are an integral part of these consolidated interim financial statements.

Cosan Limited

Consolidated statement of cash flows

For the quarter ended June 30, 2013 and 2012

(In thousands of Brazilian Reais - R$)

	Note	June 30, 2013	June 30, 2012 (Restated)
Cash flows from operating activities			
Loss before taxes		(64,077)	(105,270)
Adjustments for:			
Depreciation and amortization	15 / 16	127,108	29,098
Equity pick-up in investees	12	(3,800)	(10,462)
Equity pick-up in jointly controlled entity	13	36,160	24,875
Loss (gain) on disposals assets		5,146	(62,939)
Equity-settled share-based payment transactions		2,153	3,323
Change in fair value of investment property	25	(7,665)	-
Provision for judicial demands	25	25,085	25,937
Indexation charges, interest and exchange gains/losses, net		359,933	247,063
Other		5,442	647
		485,485	152,272
Changes in:			
Trade receivables		(159,774)	(53,365)
Restricted cash		18,220	15,647
Cash provided from discontinued operations		-	53,501
Inventories		4,509	(35,233)
Recoverable taxes		(40,786)	(23,176)
Related parties		(12,483)	(50,130)
Advances to suppliers		4,422	(1,954)
Trade payables		192,097	14,943
Employee benefits		10,839	12,357
Provision for judicial demands		(94,342)	12,186
Income tax and other tax		(41,755)	(19,379)
Other		(10,481)	(141,410)
		(129,534)	(216,013)
Net cash generated by (used in) operating activities		**355,951**	**(63,741)**
Cash flows from investing activities			
Acquisitions net of cash acquired		(59,588)	(196,909)
Acquisition of property, plant and equipment and intangible assets	15 / 16	(298,166)	(58,310)
Proceeds from sale of property, plant and equipment, intangible and investments, net of cash contributed		65,350	134,552
Net cash used in investing activities		**(292,404)**	**(120,667)**
Cash flows from financing activities			
Loans and borrowings raised		148,942	264,304
Payment of principal and interest on loans and borrowings		(265,462)	(74,150)
Derivative financial instruments		24,408	(20,832)

Treasury shares	(25,700)	(17,250)
Proceeds from exercise of share options	5,998	-
Net cash generated by (used in) financing activities	**(111,814)**	**152,072**
Decrease in cash and cash equivalents	**(48,267)**	**(32,336)**
Cash and cash equivalents at the beginning of the period	1,544,072	1,036,216
Effect of exchange rate fluctuations on cash held	(359)	10,881
Cash and cash equivalents at the ended of the period	**1,495,446**	**1,014,761**
Supplemental cash flow information		
Interest paid	77,930	30,511
Income taxes paid	50,747	11,465

The notes are an integral part of these consolidated interim financial statements.

Cosan Limited

Notes to the consolidated interim financial statements

(Amounts in thousands of Brazilian Reais – R$, unless otherwise stated)

1 Operations

Cosan Limited ("Cosan" or "the Company") was incorporated in Bermuda on April 30, 2007. Its shares are traded on the New York Stock Exchange (NYSE – CZZ) and on the São Paulo Stock Exchange (BM&FBovespa – CZLT11). Mr. Rubens Ometto Silveira Mello is the ultimate controlling shareholder of the Company. Cosan Limited controls Cosan S.A. Indústria e Comércio and its subsidiaries ("Cosan S.A.") with a 62.30 % interest.

The Cosan group ("the Group") comprises Cosan, Cosan S.A and its subsidiaries.

The Group's, primary activities are in the following business segments: (i) Piped natural gas distribution to part of the State of São Paulo through its subsidiary Companhia de Gás de São Paulo – COMGÁS ("COMGÁS"); (ii) Logistics services including transportation, port loading and storage of sugar, through its subsidiary Rumo Logística Operadora Multimodal S.A. ("Rumo"); (iii) Purchase, sale and leasing of agricultural land through its subsidiary, Radar Propriedades Agrícolas S.A. ("Radar"); and (iv) Production and distribution of lubricants under the Mobil licensed trademark in Brazil, Bolivia, Uruguay and Paraguay, in addition to the European and Asian market using the Comma brand and corporate activities.

The Company also holds interests in two jointly controlled entities ("Joint Ventures" or "JVs"): (i) Raízen Combustíveis S.A., fuel distribution business, and (ii) Raízen Energia S.A., production and marketing of sugar, ethanol and energy cogeneration, produced from sugar cane bagasse. Cosan and Royal Dutch Shell ("Shell") share control of the two entities, where each owns 50% of the economic control. Upon the adoption of IFRS11 – Joint Arrangements, the subsidiary Cosan S.A. now accounting for these investments through equity method for all periods presented in these financial statements rather than of the proportional consolidation method previously used (Note 13).

From this quarter, the subsidiary Cosan S.A. started to no more proportionally consolidate Raízen Energia S.A. and Raízen Combustíveis S.A., therefore Lubricants segment happened to be relevant for disclosure.

On November 5, 2012, the Company completed the acquisition of 60.05% of COMGÁS from BG Group for R$ 3.4 billion. Accordingly COMGÁS has been consolidated into the Company's financial statements and presented as the "COMGÁS" segment.

At the Annual General Shareholders' Meeting on July 31, 2013 it was resolved to change the Company's fiscal year which will start on January 1 and end on December 31 of each year; the current "year" will comprise a nine month period.

2 Basis of preparation

2.1 Statement of compliance

These interim consolidated financial statements have been prepared in accordance with IAS 34 - Interim Financial Reporting, as issued by the International Accounting Standards Board (IASB).

The interim consolidated financial statements were authorized for issue by the Management on August 2, 2013.

2.2 Functional and presentation currency

Items included in the interim consolidated financial statements of each of the group's entities are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The interim financial statements are presented in Brazilian Real (R$). However, the functional currency of Cosan Limited is the U. S. Dollar (US$).

2.3 Judgements and estimates

In preparing these interim consolidated financial statements, Management make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by Management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended March 31, 2013.

3 Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these interim consolidated financial statements, and have been applied consistently by Group entities.

3.1 Basis of consolidation

The interim consolidated financial statements include the accounts of Company, its subsidiaries and jointly controlled entities. The subsidiaries and jointly controlled entities are listed below:

	Percentage	
	June 30, 2013	**March 31, 2013**
Direct interest subsidiary		
Cosan S.A. Indústria e Comércio	62.30	62.30
Interest of Cosan S.A. Indústria e Comércio in its subsidiaries and jointly controlled entities		
Subsidiaries		
Administração de Participações Aguassanta Ltda.	65.00	65.00
Bioinvestments Negócios e Participações S.A.	65.00	65.00
Vale da Ponte Alta S.A.	65.00	65.00
Águas da Ponte Alta S.A.	65.00	65.00
Proud Participações S.A.	65.00	65.00
Radar II Propriedades Agrícolas S.A.	65.00	65.00
Radar Propriedades Agrícolas S.A.	29.50	29.50
Nova Agrícola Ponte Alta S.A.	29.50	29.50
Terras da Ponte Alta S.A.	29.50	29.50
Nova Santa Barbara Agrícola S.A.	29.50	29.50
Nova Amaralina S.A. Propriedades Agrícolas	29.50	29.50

Cosan US, Inc.	100.00	100.00
Cosan Biomassa S.A.	100.00	100.00
Cosan Lubes Investments Limited	100.00	100.00
Comma Oil Chemicals	100.00	100.00
Companhia de Gás de São Paulo - COMGÁS	60.05	60.05
Cosan Overseas Limited	100.00	100.00
Pasadena Empreendimentos e Participações S.A.	100.00	100.00
Cosan Cayman Finance Limited	100.00	100.00
Cosan Cayman II Limited	100.00	100.00
Cosan Lubrificantes e Especialidades S.A.	100.00	100.00
CCL Cayman Finance Limited	100.00	100.00
Cosan Luxembourg S.A.	100.00	100.00
Novo Rumo Logística S.A.	100.00	100.00
Cosan Infraestrutura S.A.	100.00	100.00
Rumo Logística Operadora Multimodal S.A.	75.00	75.00
Logispot Armazéns Gerais S.A. (1)	38.25	38.25
Stallion S.A.	100.00	100.00

(1) The Company has control over this subsidiary through an interest of 51% held by Rumo;

Subsidiaries are all entities (including special purpose entities) over which the Company has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights, direct or indirectly. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Company controls another entity. The Company also assesses existence of control where it does not have more than 50% of the voting power but is able to govern the financial and operating policies by virtue of *de-facto* control.

De-facto control may arise in circumstances where the size of the Company's voting rights relative to the size and dispersion of holdings of other shareholders give the Company the power to govern the financial and operating policies, etc.

Subsidiaries are fully consolidated from the date of acquisition of control, and continue to be consolidated until the date that control ceases to exist.

4 Changes in accounting policies

The Company adopted as of April 1, 2013 the following new standards:

- IAS 1 – Presentation Financial Statements;
- IFRS 10 – Consolidated Financial Statements;
- IFRS 11 – Joint Arrangements;
- IFRS 12 – Disclosure of interests in Other Entities; and
- IAS 28 – Investments in Associates and joint Ventures.

Within the new pronouncements adopted, the consolidated interim financial statements were impacted only by IAS 1 and IFRS 11. Notably the IFRS 11 – Joint Agreements had the greatest impact on the financial statements of the Company. As a result of the adoption of the IFRS 11 – Joint agreements, the company changed its accounting policy related to the participation on jointly controlled entities.

According to IFRS 11, the Company classifies its participation in jointly controlled business as joint operations or the joint venture, depending on their rights and obligations of the business. In making this assessment, the Company considers the structure of the business, the legal form of any separate vehicles, the contractual terms of the agreements and other facts and circumstances. Previously, the business structure was the only focus of classification.

The Company reassessed its stake in its joint businesses and reclassified the investment to jointly controlled entities (Joint Ventures). Despite the reclassification, the investment has been recognized through application of the equity method.

The impact on the Company's balance sheet at April 1, 2013, and the income statements, comprehensive income and cash flows for the quarters ended June 30, 2012, are as follows:

(Amounts in thousands of Brazilian Reais – R$, unless otherwise stated)

	March 31, 2013		
Assets	**As previously reported**	**IFRS 11**	**As restated**
Cash and cash equivalents	2,493,179	(949,107)	1,544,072
Restricted cash	92,596	(74,376)	18,220
Securities	105,856	-	105,856
Trade receivables	1,691,559	(834,422)	857,137
Derivative financial instruments	115,364	(83,063)	32,301
Inventories	911,910	(636,213)	275,697
Receivables from related parties	202,476	(164,834)	37,642
Advances to suppliers	268,516	(268,516)	-
Income tax	152,906	(71,422)	81,484
Other current tax assets	278,697	(165,345)	113,352
Other financial assets	59,299	-	59,299
Dividends receivable	-	119,297	119,297
Non-current asset held for sale	85,426	-	85,426
Other assets	96,011	106,294	202,305
Current assets	**6,553,795**	**(3,021,707)**	**3,532,088**
Trade receivables	73,386	(63,881)	9,505
Deferred tax assets	388,732	(185,251)	203,481
Advances to suppliers	14,856	(14,856)	-
Receivables from related parties	681,512	(146,176)	535,336
Other non-current tax assets	136,305	(118,424)	17,881
Judicial deposits	544,895	(161,642)	383,253
Other financial assets	627,137	(180,187)	446,950
Derivative financial instruments	113,555	-	113,555
Other non-current asset	434,488	(22,466)	412,022
Equity method investments	168,032	(117,476)	50,556
Investment in joint ventures	-	8,582,741	8,582,741
Investment property	2,473,438	-	2,473,438
Biological assets	989,239	(989,239)	-
Property, plant and equipment	7,435,103	(6,256,806)	1,178,297
Intangible assets	13,161,838	(3,546,940)	9,614,898
Non-current assets	**27,242,516**	**(3,220,603)**	**24,021,913**
Total assets	**33,796,311**	**(6,242,310)**	**27,554,001**

(Amounts in thousands of Brazilian Reais – R$, unless otherwise stated)

	March 31, 2013		
Liabilities	**As previously reported**	**IFRS 11**	**As restated**
Loans and borrowings	2,153,572	(545,199)	1,608,373
Derivative financial instruments	28,163	(18,154)	10,009
Trade payables	1,387,651	(588,172)	799,479
Employee benefits	274,430	(180,168)	94,262
Income tax payable	37,984	(25,312)	12,672
Other current tax liabilities	208,065	(60,374)	147,691
Dividends payable	67,364	16,154	83,518
Payables to related parties	117,360	(25,927)	91,433
Deferred revenue	41,345	(41,345)	-
Other current liabilities	339,441	(199,530)	139,911
Current liabilities	**4,655,375**	**(1,668,027)**	**2,987,348**
Loans and borrowings	9,665,155	(2,765,524)	6,899,631
Other non-current tax liabilities	970,310	(19,103)	951,207
Provision for judicial demands	1,145,348	(319,664)	825,684
Payables to related parties	318,465	(318,465)	-
Pension and post-employment benefits	376,059	-	376,059
Deferred tax liabilities	2,616,711	(850,447)	1,766,264
Deferred revenue	174,622	(174,622)	-
Other non-current liabilities	578,291	(69,259)	509,032
Non-current liabilities	**15,844,961**	**(4,517,084)**	**11,327,877**
Total liabilities	**20,500,336**	**(6,185,111)**	**14,315,225**
Equity			
Share capital	5,328	-	5,328
Additional paid in capital	3,856,849	-	3,856,849
Other comprehensive income	(58,908)	-	(58,908)
Retained earnings	2,214,459	-	2,214,459
Equity attributable to owners of the Company	**6,017,728**	**-**	**6,017,728**
Non-controlling interests	**7,278,247**	**(57,199)**	**7,221,048**
Total equity	**13,295,975**	**(57,199)**	**13,238,776**
Total equity and liabilities	**33,796,311**	**(6,242,310)**	**27,554,001**

(Amounts in thousands of Brazilian Reais – R$, unless otherwise stated)

	June 30, 2012		
	As previously reported	**IFRS 11**	**As restated**
Net sales	6,125,618	(5,703,372)	422,246
Cost of sales	(5,651,197)	5,344,943	(306,254)
Gross profit	**474,421**	**(358,429)**	**115,992**
Selling expenses	(212,413)	165,082	(47,331)
General and administrative expenses	(158,743)	100,025	(58,718)
Other, net	63,134	(22,009)	41,125
Operating expenses	**(308,022)**	**243,098**	**(64,924)**
Income before financial results, equity income of associates and income taxes	**166,399**	**(115,331)**	**51,068**
Equity income of associates			
Equity pick-up in investees	7,627	2,835	10,462
Equity pick-up in jointly controlled entity	-	(24,875)	(24,875)
	7,627	**(22,040)**	**(14,413)**
Financial results			
Finance expense	(368,056)	261,888	(106,168)
Finance income	49,227	(18,480)	30,747
Foreign exchange loss, net	-	(84,221)	(84,221)
Derivatives	-	17,717	17,717
	(318,829)	**176,904**	**(141,925)**
Loss before taxes	**(144,803)**	**39,533**	**(105,270)**
Income taxes			
Current	(33,240)	28,635	(4,605)
Deferred	164,633	(70,654)	93,979
	131,393	**(42,019)**	**89,374**
Loss from continuing operations	**(13,410)**	**(2,486)**	**(15,896)**
Loss from discontinued operation, net of tax	**(930)**	**-**	**(930)**
Loss for the period	**(14,340)**	**(2,486)**	**(16,826)**
Net income (loss) attributable to			
Owners of the Company (including discontinued operation)	(25,046)	-	(25,046)
Non-controlling interests	10,706	(2,486)	8,220

	June 30, 2012			
	As previously reported	**IFRS 11**	**Reclassification [1]**	**As restated**
Cash flows from operating activities				
Loss for the period / Loss before taxes	(25,046)	-	(80,224)	(105,270)
Adjustments for:				
Depreciation and amortization	259,208	(230,110)	-	29,098
Biological assets	(17,459)	17,459	-	-
Equity pick-up in investees	(7,627)	(2,835)	-	(10,462)
Equity pick-up in jointly controlled entity	-	24,875	-	24,875
Gains on disposals assets	(58,558)	(4,381)	-	(62,939)
Equity-settled share-based payment transactions	3,323	-	-	3,323
Deferred income taxes	(164,633)	70,654	93,979	-
Provision for judicial demands	-	-	25,937	25,937
Non-controlling interests	10,706	(2,487)	(8,219)	-
Indexation charges, interest and exchange gains/losses, net	396,725	(149,662)	-	247,063
Other	645	2	-	647
	397,284	(276,485)	31,473	152,272
Changes in:				
Trade receivables	(68,654)	15,289	-	(53,365)
Restricted cash	(37,486)	53,133	-	15,647
Cash in discontinued operations	-	-	53,501	53,501
Inventories	(102,557)	67,324	-	(35,233)
Recoverable taxes	-	(8,367)	(14,809)	(23,176)
Related parties	(83,722)	33,592	-	(50,130)
Advances to suppliers	(22,014)	20,060	-	(1,954)
Trade payables	46,729	(31,786)	-	14,943
Employee benefits	56,125	(43,768)	-	12,357
Provision for judicial demands	38,123	-	(25,937)	12,186
Derivative financial instruments	6,002	(26,834)	20,832	-
Income tax and other tax	(54,403)	39,628	(4,604)	(19,379)
Other	(140,889)	(11,807)	11,286	(141,410)
	(362,746)	106,464	40,269	(216,013)
Net cash generated by (used in) operating activities	**34,538**	**(170,021)**	**71,742**	**(63,741)**
Cash flows from investing activities				
Acquisitions net of cash acquired	(200,327)	3,418	-	(196,909)
Acquisition of property, plant and equipment and intangible assets	(281,232)	220,331	2,591	(58,310)

Sugar-cane planting and growing costs	(160,521)	160,521	-	-
Treasury shares	(17,250)	-	17,250	-
Cash received on the acquisition of new businesses	123	(123)	-	-
Proceeds from sale of property, plant and equipment, intangible and investments, net of cash contributed	147,572	(13,020)	-	134,552
Net cash used in discontinued operation	(29,834)	-	29,834	-
Net cash used in investing activities	**(541,469)**	**371,127**	**49,675**	**(120,667)**
Cash flows from financing activities				
Loans and borrowings raised	568,717	(304,413)	-	264,304
Payment of principal and interest of loans and borrowings	(298,137)	223,987	-	(74,150)
Derivative financial instruments	-	-	(20,832)	(20,832)
Treasury shares	-	-	(17,250)	(17,250)
Net cash generated by financing activities	**270,580**	**(80,426)**	**(38,082)**	**152,072**
Decrease in cash and cash equivalents	**(236,351)**	**120,680**	**83,335**	**(32,336)**
Cash and cash equivalents at the beginning of the period	1,654,146	(617,930)	-	1,036,216
Effect of exchange rate fluctuations on cash held	10,881	-	-	10,881
Cash and cash equivalents at the ended of the period	**1,428,676**	**(497,250)**	**83,335**	**1,014,761**
Supplemental cash flow information				
Interest paid	58,082	(27,572)	-	30,511
Income taxes paid	36,792	(25,328)	-	11,465

(1) Additionally to the adjustments following the adoption of the new accounting policy, certain reclassifications were made that have affected cash flows from operating, investing and financing activities.

5 Operating segments

Segment information

The following information regarding segments is based on the information used by Cosan's senior management to assess the performance of operating segments and to decide on the allocation of resources.

Continuing operations

(i) COMGÁS: distribution of piped natural gas to part of the State of São Paulo (approximately 180 municipalities, including the region called Greater São Paulo) to customers in the industrial, residential, commercial, automotive, thermogeneration and cogeneration sectors;

(ii) Rumo: logistics services for transport, storage and port loading of commodities, mainly for sugar products;

(iii) Radar: management, buying, selling and leasing of agricultural;

(iv) Lubricants: production and distribution of lubricants under the Mobil brand in Brazil, Bolivia, Uruguay and Paraguay, as well as European and Asian market with a comma;

(v) Cosan´s others business: other investments, in addition to the corporate activities of the Company.

The following asset and income statement selected information by segment was prepared on the same basis as the accounting practices used in the preparation of consolidated information:

(Amounts in thousands of Brazilian Reais – R$, unless otherwise stated)

	June 30, 2013						
	COMGÁS	**Rumo**	**Radar**	**Lubricants**	**Cosan´s others business**	**Eliminations**	**Total continuing operacions**
Statement of income:							
Net sales	1,605,651	214,337	19,880	386,057	13	-	2,225,938
Domestic market	1,605,651	194,472	19,880	318,561	13	-	2,138,577
External market	-	19,865	-	67,496	-	-	87,361
Gross profit	426,227	83,289	13,823	102,725	12	-	626,076
Selling, general and administrative expenses	(196,829)	(17,728)	(4,998)	(74,408)	(31,740)	-	(325,703)
Other income (expenses)	(5,133)	185	8,981	(246)	(18,087)	-	(14,300)
Financial income	10,090	14,113	939	19,271	16,136	(2,819)	57,730
Financial expense	(54,917)	(7,404)	(232)	(12,469)	(143,414)	2,819	(215,617)
Exchange rate	(106,488)	140	-	(12,009)	(191,480)	-	(309,837)
Derivatives	94,503	-	-	520	54,911	-	149,934
Equity pick-up	-	-	29	-	(41,442)	9,053	(32,360)
Income tax and social contribution	(57,016)	(25,721)	(1,135)	(8,659)	13,695	-	(78,836)
Profit (loss) for the period	110,437	46,874	17,407	14,725	(341,409)	9,053	(142,913)
Other selected data:							
Depreciation and amortization	90,035	19,167	230	17,043	633	-	127,108
EBITDA	314,300	84,913	18,065	45,114	(90,624)	9,053	380,821
Addition PP&E and intangible (cash)	219,856	69,089	32	8,543	646	-	298,166
Reconciliation of EBITDA							
Profit (loss) for the period	110,437	46,874	17,407	14,725	(341,409)	9,053	(142,913)
Income tax and social contribution	57,016	25,721	1,135	8,659	(13,695)	-	78,836
Financial result, net	56,812	(6,849)	(707)	4,687	263,847	-	317,790
Depreciation and amortization	90,035	19,167	230	17,043	633	-	127,108
EBITDA	314,300	84,913	18,065	45,114	(90,624)	9,053	380,821

(Amounts in thousands of Brazilian Reais – R$, unless otherwise stated)

	June 30, 2012 (Restated)					
	Rumo	**Lubricants**	**Cosan´s others business**	**Eliminations**	**Total continuing operations**	**Discontinued operation**
Statement of income:						
Net sales	104,894	312,235	5,117	-	422,246	185,651
Domestic market	104,894	312,235	5,117	-	422,246	185,651
Gross profit	34,616	76,702	4,674	-	115,992	20,483
Selling, general and administrative expenses	(12,118)	(62,211)	(31,720)	-	(106,049)	(27,551)
Other income (expenses)	4,872	14	36,239	-	41,125	(71)
Financial income	9,738	12,665	8,344	(8,235)	22,512	7,480
Financial expense	(9,159)	(11,565)	(85,444)	8,235	(97,933)	(921)
Exchange rate	132	(4,342)	(80,011)	-	(84,221)	-
Derivatives	-	-	17,717	-	17,717	-
Equity pick-up	-	(43)	42,895	(57,265)	(14,413)	-
Income tax and social contribution	(9,647)	(15,717)	114,738	-	89,374	(94)
Profit (loss) for the period	18,434	(4,497)	27,432	(57,265)	(15,896)	(930)
Other selected data:						
Depreciation and amortization	15,438	12,338	1,322	-	29,098	430
EBITDA	42,808	26,800	53,410	(57,265)	65,753	(6,965)
Addition PP&E and intangible (cash)	47,526	10,629	155	-	58,310	-
Reconciliation of EBITDA						
Profit (loss) for the period	18,434	(4,497)	27,432	(57,265)	(15,896)	(930)
Income tax and social contribution	9,647	15,717	(114,738)	-	(89,374)	94
Financial result, net	(711)	3,242	139,394	-	141,925	(6,559)
Depreciation and amortization	15,438	12,338	1,322	-	29,098	430
EBITDA	42,808	26,800	53,410	(57,265)	65,753	(6,965)

	June 30, 2013						
	COMGÁS	**Rumo**	**Radar**	**Lubricants**	**Cosan´s other business**	**Eliminations**	**Total continuing operations**
Items in the statement of financial position:							
Trade receivables	658,801	125,804	24,692	208,705	241	-	1,018,243
Inventories	114,270	5,110	-	154,767	-	-	274,147
Current other assets	295,527	115,508	8,985	54,988	608,694	(323,027)	760,675
Equity investments in investeess	-	-	-	22,178	11,869,500	(11,799,383)	92,295
Equity investments in jointly controlled entity	-	-	-	-	8,551,222	-	8,551,222
Investment property	-	-	2,477,955	-	-	-	2,477,955
Property, plant and equipment	-	975,535	11,661	182,399	36,525	-	1,206,120
Intangible assets	8,200,248	705,148	92	848,517	2,651	-	9,756,656
Non-current other assets	278,418	27,559	9,363	(39,085)	2,544,077	(404,395)	2,415,937
Loans and borrowings, net of cash and cash equivalents	(2,416,221)	(173,810)	94,273	(24,129)	(4,793,028)	-	(7,312,915)
Trade payables	(813,000)	(98,081)	(1,069)	(56,375)	(1,818)	-	(970,343)
Employee benefits	(39,167)	(15,493)	(14,558)	(19,513)	(20,441)	-	(109,172)
Current other liabilities	(100,859)	(154,526)	(33,449)	(89,941)	(501,930)	290,087	(590,618)
Non-current other liabilities	(839,918)	(191,930)	(75,707)	(346,964)	(3,513,744)	420,699	(4,547,564)
Total assets (net of liabilities) allocated by segment	5,338,099	1,320,824	2,502,238	895,547	14,781,949	(11,816,019)	13,022,638
Total assets	9,906,549	2,528,704	2,627,021	3,086,067	22,541,349	(12,526,804)	28,162,886

	March 31, 2013 (Restated)						
	COMGÁS	**Rumo**	**Radar**	**Lubricants**	**Cosan´s other business**	**Eliminations**	**Total continuing operations**
Items in the statement of financial position:							
Trade receivables	569,168	80,865	26,639	180,223	242	-	857,137
Inventories	108,837	6,153	-	160,707	-	-	275,697
Current other assets	340,041	41,581	7,386	82,075	392,285	(114,042)	749,326
Equity investments in investeess	-	-	-	-	6,651,225	(6,600,669)	50,556
Equity investments in jointly controlled entity	-	-	-	-	8,582,741	-	8,582,741
Investment property	-	-	2,473,438	-	-	-	2,473,438
Property, plant and equipment	-	952,915	11,852	176,512	37,018	-	1,178,297
Intangible assets	8,071,839	677,860	99	862,955	2,145	-	9,614,898
Non-current other assets	184,269	28,518	48,298	(73,490)	2,544,063	(609,675)	2,121,983
Loans and borrowings, net of cash and cash equivalents	(2,383,095)	(192,901)	29,982	784,696	(5,135,804)	39,046	(6,858,076)
Trade payables	(678,172)	(46,391)	(996)	(71,979)	(1,941)	-	(799,479)
Employee benefits	(34,002)	(14,330)	(13,390)	(15,334)	(17,206)	-	(94,262)
Current other liabilities	(105,463)	(134,685)	(26,244)	(47,689)	(345,916)	174,763	(485,234)
Non-current other liabilities	(845,093)	(125,632)	(74,813)	(427,228)	(3,342,956)	387,476	(4,428,246)
Total assets (net of liabilities) allocated by segment	5,228,329	1,273,953	2,482,251	1,611,448	9,365,896	(6,723,101)	13,238,776
Total assets	9,601,658	2,307,995	2,597,694	3,798,258	17,277,482	(8,029,086)	27,554,001

(Amounts in thousands of Brazilian Reais – R$, unless otherwise stated)

***Detailed net sales per segment*:**

	June 30, 2013	June 30, 2012 (Restated)
COMGÁS [(1)]		
Industrial	1,000,131	-
Residential	163,330	-
Thermogeneration	90,524	-
Cogeneration	62,623	-
Automotive	48,771	-
Commercial	58,622	-
Construction revenue	174,150	-
Other	7,500	-
	1,605,651	**-**
Rumo		
Port loading	36,839	24,704
Logistics	172,158	77,712
Other	5,341	2,479
	214,338	**104,895**
Radar [(2)]		
Property sale	5,694	-
Land lease	14,186	-
	19,880	**-**
Lubricants	**386,057**	**312,235**
Cosan´s other business	**12**	**5,116**
Total	**2,225,938**	**422,246**

[(1)] Segment acquired in November 2012.

[(2)] Consolidated Segment from July 2012.

Net sales per region

The percentages of net sales of Rumo and Lubricants by geographic area for the quarter ended are as follow:

	June 30, 2013	June 30, 2012 (Restated)
Brazil	85.20%	89.99%
Europe	12.33%	7.90%

South America (excepting Brazil)	1.34%	1.48%
Middle East and Asia	0.90%	0.63%
North America	0.18%	0.00%
Other	0.05%	0.00%
Total	**100.00%**	**100.00%**

COMGÁS and Radar's net sales are only to the domestic market (Brazil), with no revenue from export customers.

Concentration of customers

COMGÁS

No customers or specific groups represented 10% or more of sales in period.

Rumo

In 2013, 55% of the segment's net sales was generated from sales to the Raízen Energia (30% in 2012).

Radar

In 2013, 38% of the sales in were to the client Raízen Energia.

Lubricants

No customers or specific groups represented 10% or more of sales in period.

6 Cash and cash equivalents

	June 30, 2013	March 31, 2013 (Restated)
Brazilian Reais		
Cash and bank accounts	61,272	163,349
Financial investments	1,429,362	1,375,404
U.S. Dollars		
Bank accounts	4,812	5,319
	1,495,446	**1,544,072**

Financial investments refer substantially exclusive funds, as presented below:

	June 30, 2013	March 31, 2013 (Restated)
Exclusive funds		
Commitment transactions	777,438	802,634
Bank certificate of deposit - CDB	272,402	89,255
	1,049,840	**891,889**
Bank investments		
Bank certificate of deposit - CDB	90,553	176,750
Commitment transactions	253,902	292,506
Other financial investments	35,067	14,259
	379,522	**483,515**
	1,429,362	**1,375,404**

7 Trade receivables

	June 30, 2013	March 31, 2013 (Restated)
Domestic	1,017,962	872,684
Foreign	22,001	15,369
Allowance for doubtful accounts	(10,763)	(21,411)
	1,029,200	**866,642**
Current	**1,018,243**	**857,137**
Non-current	**10,957**	**9,505**

8 Inventories

	June 30, 2013	March 31, 2013 (Restated)
Finished Goods		
Lubricants	154,817	160,751
Product in Process	78,927	75,809
Spare parts and others	40,659	39,183
Provision for inventory realization and obsolescence	(256)	(46)
	274,147	**275,697**

9 Other recoverable taxes

	June 30, 2013	March 31, 2013 (Restated)
Recoverable Taxes		
COFINS - Revenue tax	4,488	2,476
PIS - Revenue tax	2,437	537
ICMS - State VAT	100,288	77,535
IPI - Excise tax	54,961	49,632
Other	2,194	1,053
	164,368	**131,233**
Current	**106,611**	**113,352**
Non-current	**57,757**	**17,881**

10 Other financial assets

	June 30, 2013	March 31, 2013 (Restated)
Exxon Mobil financial assets [(a)]	299,743	295,782
Receivable from sale of retail sugar business	214,141	210,467
	513,884	**506,249**
Current	**60,325**	**59,299**
Non Current	**453,559**	**446,950**

(a) On June 28, 2011, Cosan Lubrificantes e Especialides S.A., the successor entity of Esso Brasileira de Petróleo Ltda. ("Essobrás"), joined the Brazilian Government's tax amnesty and refinancing program upon request of ExxonMobil Brasil Holdings B.V. ("ExxonMobil"). ExxonMobil is the entity that is legally responsible for the tax contingencies up to the acquisition date of Essobras by the Company and is being refunded to the Company by ExxonMobil.

11 Related parties

11.1 Receivables from and payables to related parties are as follows:

	June 30, 2013	March 31, 2013 (Restated)
Current asset		
Commercial operations		
Raízen Energia S.A. [(ii)]	46,000	26,045
Transport services	37,750	16,885
Lubricants	4,007	4,984
Other	4,243	4,176
Raízen Combustíveis S.A. [(ii)]	4,459	4,003
Other	1,568	70
	52,027	**30,118**
Corporate operations / Agreements		
Raízen Energia S.A. [(ii)]	1,595	319
	1,595	**319**
Financial operations		
Rezende Barbosa Group [(iii)]	7,187	7,205
	7,187	**7,205**
Current assets	**60,809**	**37,642**
Non-current asset		
Commercial operations		
Raízen Energia S.A. [(ii)]	358	358
Raízen Combustíveis S.A. [(ii)]	21	244
Other	86	94
	465	**696**
Corporate operations / Agreements		
Raízen Energia S.A. [(ii)]	323,104	322,553
Raízen Combustíveis S.A. [(ii)]	90,756	79,824
	413,860	**402,377**
Financial operations		
Rezende Barbosa Group [(iii)]	126,030	127,828
Other	-	2,825
	126,030	**130,653**
Corporate restructuring		
Other	2,020	1,610
	2,020	**1,610**

Non-current assets	**542,375**	**535,336**
Total assets	**603,184**	**572,978**
Current liabilities		
Commercial operations		
Shell Brazil Holding B.V. (i)	3,273	2,259
Raízen Energia S.A. (ii)	18,287	18,851
Advances from port services	14,233	10,246
Shared expenses	3,762	8,242
Other	292	363
Other	1,089	1,215
	22,649	**22,325**
Corporate operations / Agreements		
Raízen Combustiveis S.A. (ii)	10,512	9,316
Raízen Energia S.A. (ii)	79,289	59,792
	89,801	**69,108**
Current liabilities	**112,450**	**91,433**
Total liabilities	**112,450**	**91,433**

11.2 Related party transactions are as follows

Commercial operations of Cosan with its subsidiaries, subsidiaries and jointly controlled entities are carried out at prices and market conditions. During the periods ended June 2013 and June 2012, there were no losses.

	June 30, 2013	March 31, 2013 (Restated)
Product sales		
Raízen Energia S.A. (ii)	94,388	41,172
Other	-	2
	94,388	**41,174**
Purchase of goods / Inputs		
Raízen Combustíveis S.A. (ii)	(336)	(17)
	(336)	**(17)**
Land lease		
Raízen Energia S.A. (ii)	12,219	11,083
	12,219	**11,083**
Shared income (expense)		
Aguassanta Participações S.A.	91	428

Raízen Energia S.A. [(ii)]	(2,083)	(3,129)
	(1,992)	**(2,701)**
Financial result		
Rezende Barbosa Group [(iii)]	293	507
Other	2	(53)
	295	**454**
Total	**104,574**	**49,993**

(i) Shell

Current liabilities from COMGÁS refer to Commercial Services Agreement (CSA) – in which Shell agree to provide commercial and business service staff for administrative support to conduct the company´s business.

(ii) Raízen Energia and Raízen Combustíveis

Non-current assets receivable from Raízen Energia and Raízen Combustíveis basically represent, tax credits which will be reimbursed to the company when they are affectively realized by the JVs.

(iii) Rezende Barbosa Group

The Company has receivables with Rezende Barbosa nature of repayment of loans taken prior to the acquisition of subsidiaries. These receivables are secured by shares issued by Cosan.

11.3 Officers' and directors' compensation

At the Annual and Extraordinary General Meeting of July 31, 2013, approved the total annual remuneration of directors of the Company for the year ending on December 31, 2013 amounting to R$ 30,000 including fees and any bonus, being adjusted annually based on the result of collective wage bargaining agreements.

12 Equity method investments

	Issued shares of the investee	Number of shares held by Cosan	Percentage of interest (%)	March 31, 2013 (Restated)	Equity pick-up	Adjustments of equity evaluation	Capital increase	Other	June 30, 2013	Equity pick-up June 30, 2012
Radar Propriedades Agrícolas S.A.	21,148,989	4,001,167	18.92	-	-	-	-	-	-	10,972
Tellus Brasil Participações Ltda. [(a)]	12,201,794	23,572,145	51.00	39,828	4,038	(40)	14,887	-	58,713	(107)
Novvi Limited Liabilitie Company	200,002	100,001	50.00	-	(170)	640	21,708	-	22,178	-
Vertical UK LLP			50.00	9,641	-	656	-	-	10,297	-
Other investiments	-	-	-	1,087	(68)	-	-	88	1,107	(403)
				50,556	**3,800**	**1,256**	**36,595**	**88**	**92,295**	**10,462**

Information of investments:

	June 30, 2013				March 31, 2013 (Restated)			
	Assets	Liabilities	Equity	Income	Assets	Liabilities	Equity	Income
Tellus Brasil Participações Ltda. [(a)]	1,328,947	177,704	1,151,243	77,252	800,479	22,459	778,020	124,079
Novvi Limited Liabilitie Company	6,730	-	6,730	4,375	-	-	-	-
Vertical UK LLP	20,594	-	20,594	-	19,282	-	19,282	-

(a) The Company is entitled to 5% of the economic benefits of this associate as established in the shareholders agreement.

13 Investment in jointly controlled entities

In June 2011, the Company entered into an agreement to acquire a 50% of the economic control of two companies: (i) Raízen Combustíveis which distributes fuel to about 4,600 service stations throughout Brazil, 720 convenience stores, 55 distribution terminals and present in 54 airports in the business of aviation fuels; (ii) Raízen Energia, which operates in the production and trade of sugar, ethanol and cogeneration, mainly produced from sugar cane bagasse. Raízen Energia is responsible for the production of more than two billion liters of ethanol per year to supply the domestic and foreign market, four million tons of sugar and 900 MW of installed capacity of electricity production from sugarcane bagasse. The Raízen Energia cultivates, harvests and processes the cane sugar - the main raw material used in the production of sugar and ethanol. These contracts were classified as investment in joint ventures taking into account the terms of IFRS 11 – Joint Agreements and consequently evaluated under the equity method.

Investments in jointly controlled entities presented the following change in the period:

	Issued shares of the investee	Number of shares held by Cosan	Percentage of interest (%)	March 31, 2013	Equity pick-up	Adjustments of equity evaluation	Other reflex effects	June 30, 2013	Equity pick-up June 30, 2012
Raízen Combustíveis S.A.	3,303,168,484	1,651,584,242	50.00	3,278,866	82,388	(162)	(5,466)	3,355,626	56,545
Raízen Energia Participações S.A. (a)	-	-	-	-	-	-	-	-	(81,420)
Raízen Energia S.A.	4,902,595,634	2,451,297,817	50.00	5,303,875	(118,548)	9,290	979	5,195,596	-
				8,582,741	**(36,160)**	**9,128**	**(4,487)**	**8,551,222**	**(24,875)**

(a) Merged into Raízen Energia SA on November 30, 2012;

The main individual financial information of jointly controlled entities Raízen Energia and Raízen Combustíveis for the period of three months ended June 30, 2013 are presented below:

	Raízen Energia		Raízen Combustíveis	
	June 30, 2013	**March 31, 2013**	**June 30, 2013**	**March 31, 2013**
Assets				
Current				
Cash and cash equivalents	1,630,331	1,759,501	168,930	138,713
Restricted cash	183,738	117,897	34,870	30,855
Trade receivables	349,025	378,161	1,245,179	1,290,683
Derivative financial instruments	216,272	166,126	58,029	-
Inventories	886,917	365,555	852,711	906,870
Receivables form related parties	227,201	275,603	1,182,533	1,104,245
Advances to suppliers	214,119	233,676	4,193	5,087
Other assets	467,240	401,930	165,806	157,285
	4,174,843	**3,698,449**	**3,712,251**	**3,633,738**
Non-current				
Trade receivables	-	-	144,935	127,761
Deferred tax assets	291,446	247,708	111,658	122,795
Advances to suppliers	66,675	29,711	-	-
Receivables form related parties	665,371	608,661	474,240	527,971
Other non-current asset	542,649	474,629	516,386	490,817
Equity method investments	215,105	234,951	-	-

Biological assets	2,020,333	1,978,477	-	-
Property, plant and equipment	9,769,483	9,896,478	2,567,133	2,617,134
Intangible assets	3,063,170	3,050,310	4,015,732	4,043,571
	16,634,232	**16,520,925**	**7,830,084**	**7,930,049**
Total Assets	**20,809,075**	**20,219,374**	**11,542,335**	**11,563,787**
Liabilities				
Current				
Loans and borrowings	1,015,731	1,062,087	24,735	28,311
Derivative financial instruments	183,691	16,586	-	-
Trade payables	513,768	491,797	576,231	684,546
Dividends payable	59,105	59,105	147,182	147,182
Payables to related parties	1,095,670	863,311	213,178	238,825
Other current liabilities	583,407	574,783	374,822	458,400
	3,451,372	**3,067,669**	**1,336,148**	**1,557,264**
Non-current				
Loans and borrowings	5,296,177	4,826,890	775,413	704,158
Provision for judicial demands	103,981	88,235	496,008	551,092
Payables to related parties	325,708	325,708	1,217,150	1,155,400
Deferred tax liabilities	1,129,416	1,182,762	505,187	518,133
Other non-current liabilities	111,229	102,433	399,578	423,537
	6,966,511	**6,526,028**	**3,393,336**	**3,352,320**
Total liabilities	**10,417,883**	**9,593,697**	**4,729,484**	**4,909,584**
Equity				
Share capital	5,007,927	5,000,000	3,343,720	3,343,720
Prefered shares	(326,640)	(326,640)	(462,253)	(451,321)
Capital reserve	3,083,224	3,051,681	2,153,415	2,154,284
Other comprehensive income	117,982	99,379	-	-
Profit reserve	2,508,699	2,783,330	1,676,370	1,511,049
Equity attributable to owners of the Company	**10,391,192**	**10,607,750**	**6,711,252**	**6,557,732**
Non-controlling interests	**-**	**17,927**	**101,599**	**96,471**
Total equity	**10,391,192**	**10,625,677**	**6,812,851**	**6,654,203**
Total liabilities and equity	**20,809,075**	**20,219,374**	**11,542,335**	**11,563,787**

	Raízen Energia		Raízen Combustíveis	
	June 30, 2013	**June 30, 2012**	**June 30, 2013**	**June 30, 2012**
Net sales	1,478,260	1,264,122	11,778,509	10,285,828
Cost of sales	(1,252,448)	(1,094,181)	(11,223,509)	(9,738,911)
Gross profit	**225,812**	**169,941**	**555,000**	**546,917**
Selling	(110,086)	(84,272)	(247,124)	(242,057)
General and administrative	(134,532)	(114,304)	(88,142)	(89,577)
Other, net	9,153	3,323	79,927	40,694
	(235,465)	**(195,253)**	**(255,339)**	**(290,940)**
Income (loss) before financial results, equity income of associates and income taxes	**(9,653)**	**(25,312)**	**299,661**	**255,977**
Equity pick-up in investees	(682)	(5,670)	-	-
Financial results	(346,333)	(275,330)	(42,176)	(78,480)
	(347,015)	**(281,000)**	**(42,176)**	**(78,480)**
Profit (loss) before tax	**(356,668)**	**(306,312)**	**257,485**	**177,497**
Income taxes				
Current	(908)	15,082	(89,209)	(72,353)
Deferred	120,463	128,747	1,641	12,561
	119,555	**143,829**	**(87,568)**	**(59,792)**
Profit (loss) for the period	**(237,113)**	**(162,483)**	**169,917**	**117,705**
Net income (loss) attributable to				
Owners of the Company	(237,113)	(162,840)	164,786	113,089
Non-controlling interest	-	357	5,131	4,616
Other financial information				
Profit (loss) for the period	(237,113)	(162,483)	169,917	117,705
Income taxes	(119,555)	(143,829)	87,568	59,792
Financial results	346,333	275,330	42,176	78,480
Depreciation and amortization (including biological assets)	423,492	348,770	117,692	111,450
	413,157	**317,788**	**417,353**	**367,427**
Addition PP &E, intangible and biological assets (cash)	476,150	606,388	89,258	160,500
Cash flow				
Operating activities	83,857	16,127	272,697	367,138
Investing activities	(509,552)	(596,356)	(219,263)	(107,638)
Financing activities	296,525	248,616	(23,217)	(177,199)
Increase (decrease) in cash and cash equivalents	**(129,170)**	**(331,613)**	**30,217**	**82,301**

According to definitions in the Framework Agreement of Joint Venture Raízen, Cosan has certain obligations with Raízen for demands with generating fact before the formation of Raízen, composed

mainly by judicial demands, net of escrow deposits with generating fact until April 1, 2011, as well as by tax installments (REFIS), registered under "Other taxes payable" adhered to April 1, 2011. Additionally, Cosan is party to a contract of a credit line (Stand-by Facilities) granted to Raízen in the amount of US Dollars 500,000 thousands without use until the period ended June 30, 2013.

14 Investment property

The balance of investment properties is composed as follows:

At March 31, 2013	**2,473,438**
Additions	2,909
Gain on change in fair value	7,665
Low on disposal	(6,057)
At June 30, 2013	**2,477,955**

Investment properties include agricultural land located in the Southeast, Midwest and Northeast regions of Brazil, which are leased to third parties and jointly controlled entities. The leases agreement have an average term of 18 years for the cultivation of sugarcane and 10 years for grain, the annual value of the leases indexed variations in commodity prices.

The fair value of agricultural land was determined based on the method of direct comparison of data from the market, using transactions for comparable properties (property type, location, quality of the property) observed in the market (Level 2). The portfolio is valued annually by independent experts and reviewed periodically by internal professionals technically qualified to perform such appraisals.

(Amounts in thousands of Brazilian Reais – R$, unless otherwise stated)

15 Property, plant and equipment

	Land, Buildings and Improvements	Machinery, Equipment and Facilities	Rail Cars and Locomotives	Construction in progress	Other	Total
Cost						
At March 31,2013 (Restated)	435,832	318,480	433,158	206,534	31,872	1,425,876
Additions	-	1,763	-	75,842	3	77,608
Disposals	(52)	(36)	-	-	(58)	(146)
Transfers	1,809	19,414	-	(57,489)	400	(35,866)
At June 30, 2013	**437,589**	**339,621**	**433,158**	**224,887**	**32,217**	**1,467,472**
Depreciation						
At March 31,2013 (Restated)	(71,079)	(134,068)	(31,361)	-	(11,071)	(247,579)
Additions	(3,073)	(6,478)	(3,392)	-	(911)	(13,854)
Disposals	1	26	-	-	54	81
At June 30, 2013	**(74,151)**	**(140,520)**	**(34,753)**	**-**	**(11,928)**	**(261,352)**
At March 31,2013 (Restated)	**364,753**	**184,412**	**401,797**	**206,534**	**20,801**	**1,178,297**
At June 30, 2013	**363,438**	**199,101**	**398,405**	**224,887**	**20,289**	**1,206,120**

Capitalization of borrowing costs

During the three months ended June 30, 2013, the capitalized borrowing costs were R$ 1,725 (June 30, 2012 R $ 1,419). The weighted average interest rate used for capitalization of interest on the balance of construction in progress, was 5.54% pa in June 2013 (6.24% pa for the period ended June 30, 2012).

16 Intangible assets

	Goodwill	Concession right - COMGÁS	Improvements in public concessions and operation licenses	Trademarks	Related customer relationships	Other	Total
Cost							
At March 31, 2013 (Restated)	705,816	8,963,329	618,878	252,474	998,995	299,813	11,839,305
Additions	-	179,790	-	-	36,340	4,428	220,558
Disposals	-	(12,376)	-	-	-	-	(12,376)
Transfers	-	-	23,285	-	-	12,580	35,865
At June 30, 2013	**705,816**	**9,130,743**	**642,163**	**252,474**	**1,035,335**	**316,821**	**12,083,352**
Amortization							
At March 31, 2013 (Restated)	-	(1,348,237)	(42,633)	(97,012)	(552,923)	(183,602)	(2,224,407)
Additions	-	(49,497)	(5,209)	(5,707)	(39,463)	(13,517)	(113,393)
Disposals	-	11,104	-	-	-	-	11,104
At June 30, 2013	**-**	**(1,386,630)**	**(47,842)**	**(102,719)**	**(592,386)**	**(197,119)**	**(2,326,696)**
At March 31, 2013 (Restated)	**705,816**	**7,615,092**	**576,245**	**155,462**	**446,072**	**116,211**	**9,614,898**
At June 30, 2013	**705,816**	**7,744,113**	**594,321**	**149,755**	**442,949**	**119,702**	**9,756,656**

Intangible assets (excluding goodwill)	Annual rate of amortization - %	June 30, 2013	March 31, 2013 (Restated)
Concession agreement public - COMGÁS [(a)]	Remaining concession period	7,744,113	7,615,093
Improvements in public grants [(b)]	Over the life of the agreement	325,283	305,251
Operating license for port terminal [(c)]	4,00%	269,038	270,995
Trademarks		149,755	155,462
Mobil	10,00%	125,551	131,258
Comma	Several	24,204	24,204
Relationships with customers		442,948	446,074
COMGÁS	3,00%	373,334	369,054
Lubricants	6,00%	69,614	77,020
Software licenses	20,00%	84,622	89,068
Other	Several	35,081	27,139
		9,050,840	**8,909,082**

(a) Refers to the concession of public service gas distribution, which represents the right to charge users for the supply of gas. The amortization period is 37 years (the remaining concession period and extension);

(b) Refers to improvements made to the federal railways over the course of the contract of carriage of Rumo;

(c) License port operations and customer relationships of Rumo, from business combinations.

Impairment testing for cash-generating units containing goodwill

The Company tests annually the recoverable amounts of intangible assets with indefinite useful lives, composed primarily of goodwill for expected future earnings arising from business combinations. Property, plant and equipment and intangible assets subject to depreciation and amortization are tested for impairment whenever there are indicators that the carrying amount may not be recoverable.

During the period ended June 30, 2013, no impairment indicators was identified that would require the performance of an impairment test.

The combined carrying amounts of goodwill allocated to each unit are as follows:

Carrying amount of goodwill	June 30, 2013	March 31, 2013 (Restated)
Cash-generating unit Rumo	100,451	100,451
Cash-generating unit lubricants	603,462	603,462
Cash-generating unit Cosan - Other Business	1,903	1,903
Total goodwill	**705,816**	**705,816**

17 Loans and borrowings

	Financial charges [b]				
Description [a]	**Index**	**Nominal interest rate (%)**	**June 30, 2013**	**March 31, 2013 (Restated)**	**Maturity date**
Senior Notes Due 2018	Pre-fixed	9.5	872,892	852,705	Mar-18
Senior Notes Due 2023	Dollar (US$)	5	1,112,577	987,914	Mar-23
BNDES	TJLP	8.21	192,686	707,759	Dec-14
BNDES	Selic	7.94	454,128	310,358	Oct-20
BNDES	TJ462	7.94	487,149	77,477	Jun-17
Perpetual notes	Dollar (US$)	8.25	1,109,631	1,019,706	Nov-15
Credit notes	110% CDI	8.49	376,803	367,013	Feb-14
Working capital	Dollar (US$) + Libor	4.58	229,303	206,089	Sep-16
FINAME	Pre-fixed	4.24	297,720	309,574	Sep-22
FINAME	URTJLP	7.09	450,367	405,335	May-22
Leasing	CDI	100	1,704	2,020	Oct-14
Foreign loans	GBP+Libor semiannual	4.25	182,093	167,021	Jun-17
EIB	Dollar (US$) + Libor	2.26	596,997	528,902	Jun-21
Resolution 4131	Dollar (US$) + Libor	3	561,499	549,106	Jun-18
Debentures	CDI	9.5	1,426,620	1,394,694	Oct-20
Non-convertible debentures	CDI	CDI + 1.5	71,844	70,321	Aug-14
FINEP	Pre-fixed	5	89,037	89,020	Jan-21
Promissory notes	CDI	103	409,501	402,104	Nov-13
Credit assignment	CDI	1.38	-	60,886	May-13
			8,922,551	**8,508,004**	
Current			**1,617,662**	**1,608,373**	
Non - current			**7,304,889**	**6,899,631**	

(a) Loans and borrowings are guaranteed by promissory notes and endorsements of the Company and its jointly-controlled entities and controlling shareholders, besides other guarantees, such as: (i) credit rights originating from the expansion contracts of the logistic segment and gas distribution (BNDES), (ii) underlying assets (property, plant and equipment and Intangible assets) being financed (FINAME);

(b) Financial charges as at June 30, 2013, except where otherwise indicated.

Our non-current borrowings are scheduled to fall due within the following periods as of the balance sheet date:

	June 30, 2013	March 31, 2013 (Restated)
13 to 24 months	457,347	442,311
25 to 36 months	1,608,173	1,458,712
37 to 48 months	533,559	488,808
49 to 60 months	1,432,512	1,425,945
61 to 72 months	308,437	272,800
73 to 84 months	905,838	717,233
85 to 96 months	897,562	913,609
Thereafter	1,161,461	1,180,213
	7,304,889	**6,899,631**

Senior Notes Due in 2018

On March, 2013, the Company issued Senior Notes in the international market "Regulation S" and "Rule 144A" in the amount of R$ 850,000, which are subject to interest of 9.5% per year, payable semiannually in September and March of each year.

Senior Notes Due in 2023

On March 14, 2013, the Company issued Senior Notes in the international market under "Regulation S" and "Rule 144A" in the amount of US$ 500,000 thousands, which are subject to interest at 5% per annum, payable semiannually in September and March of each year. These loans are secured by derivatives financial instruments to exchange the original index by the variation of the CDI.

BNDES

Refers to the financing of expansion of the logistics segment and gas distribution.

Perpetual notes

On November 5, 2010 and July 13, 2011 Cosan Overseas Limited issued US$500,000 of perpetual notes in the foreign market, in accordance with "Regulation S", with interest of 8.25% per year, payable quarterly.

Bank debt – working capital

On October 4, 2011, the Company a bank loan of US$ 100.000 thousands due five years with a prepayment clause and annual cost of LIBOR + 4.58% per year, resources that were used to repurchase the Company's shares.

FINAME

Refers to funding related to FINAME - Machinery and Equipment Financing, mediated by various financial institutions, and intended for investment in property, plant and equipment and intangible assets. These loans are subject to interest payable monthly and are secured by liens on the assets financed.

Foreign loans

On June 29, 2012 Cosan Lubs Investments Limited, obtained a loan of £ 54,000 in order to acquire control of Comma Oil and Chemicals Limited, which occurred in July 2012.

EIB

Refers to loans from the European Investment Bank in U.S.Dollars plus interest based on LIBOR, maturing through 2021. These loans are covered by derivative instruments that swap the original indices for the CDI rate in Brazilian Reais. The funds were used to expand and support the natural gas distribution network.

Resolution 4131

Refers to funds raised abroad with several financial institutions, maturing through 2017, to finance the cash flow COMGÁS.

Debentures

On October 22, 2012, the Company issued two series of debentures, of which the first series in the amount of R$ 1,900,000 and the second series in the amount of R$ 1,400,000. The first series were settled on March 2013 and the second series will have a term of eight years from the date of issuance, maturing in October 1, 2020. The yield of the debentures includes compensatory interest corresponding to 123% of the accumulated variation of the average daily DI.

Non convertible debentures

On August 5, 2008, COMGÁS concluded the placement of a simple debenture, indivisible and not convertible into shares, at par value of R$100,000.

On August 2012 the first repayment of the principal (33.33%) was made. The remaining amortization of the principal will occur in August 2013 and 2014 with payments of 33.33% and 33.34%, respectively. Interest payments will be made annually without renegotiation.

FINEP

In November 2012, Cosan Biomassa obtained a bank loan of R$ 89,694, maturing in January 2021. The same agreement provides for three more draw down installments, totaling R$ 254,890, with pre fixed interest of 5% per year. These funds will be used for the development, production and marketing plan of new industrial technologies for the processing of biomass derived from sugar cane or other sources.

Promissory notes

On March 1, 2013, COMGÁS concluded the issuance of 400 Promissory Notes at a par value of R$ 1,000, totaling R$ 400,000 with a maturity period of 270 days.

The amortization of the principal and interest will occur upon the maturity of the promissory notes.

Covenants

The Company and its subsidiaries are subject to certain restrictive financial covenants set forth in existing loans and financing agreements based on certain financial and non-financial indicators.

The carrying amounts and fair value of loans and borrowings:

	Carrying amount		Fair value	
	June, 30 2013	March 31, 2013 (Restated)	June, 30 2013	March 31, 2013 (Restated)
Senior / perpetual notes	3,124,988	2,887,652	3,049,461	3,016,642
Financing	5,797,563	5,620,352	5,797,556	5,620,352
	8,922,551	**8,508,004**	**8,847,017**	**8,636,994**

The carrying amounts of loans and borrowings are denominated in the following currencies:

	June, 30 2013	March 31, 2013 (Restated)
Brazilian Real	5,153,005	5,028,016
Pound Sterling	182,093	167,021
US Dollar	3,587,453	3,312,967
	8,922,551	**8,508,004**

18 Other taxes payable

	June 30, 2013	March 31, 2013 (Restated)
ICMS – State VAT	65,541	58,997
INSS	2,883	2,372
PIS	5,559	4,667
COFINS	29,336	19,189
Refinancing program – REFIS	1,006,514	1,009,723
Other	31,451	3,950
	1,141,284	**1,098,898**
Current	**193,354**	**147,691**
Non-current	**947,930**	**951,207**

The maturities of long-term taxes payable are as follows:

	June 30, 2013	March 31, 2013 (Restated)
13 a 24 months	63,978	63,155
25 a 36 months	63,951	63,109
37 a 48 months	63,951	63,109
49 a 60 months	62,847	62,468
61 a 72 months	62,125	61,304
73 a 84 months	62,125	61,304
85 a 96 months	62,125	61,304
Thereafter	506,828	515,454
	947,930	**951,207**

19 Income tax and social contribution

Cosan Limited is incorporated in Bermuda, which has no income taxes. The following relates to the Brazilian income taxes of Cosan S.A., its subsidiaries and jointly controlled entities:

a) Reconciliation of income and social contribution tax expenses

	June 30, 2013	June 30, 2012 (Restated)
Loss before taxes	(64,077)	(105,270)
Income tax and social contribution at nominal rate (34%)	21,786	35,792
Adjustments to determine the effective rate		
Tax loss	(74,196)	(2,844)
Non-taxable income (loss) from overseas Companies	(17,445)	7,478
Equity pick-up	(11,002)	(4,900)
Permanent differences (donations, gifts, etc.)	(1,554)	(2,538)
Stock options	(732)	(1,130)
Different tax regime for entities taxed on presumed profits	2,542	-
Exchange variation on the paid up capital	863	52,722
Other	902	4,794
Income tax and social contribution expense (current and deferred)	**(78,836)**	**89,374**
Effective rate - %	**123.03**	**84.90**

b) Deferred income tax on assets and liabilities

	June 30, 2013				March 30, 2013
	Basis	**IRPJ**	**CSLL**	**Total**	**(Restated)**
Tax losses:					
Tax losses	982,622	245,656	-	245,656	238,154
Tax losses of social contribution	953,116	-	85,780	85,780	86,357
Temporary differences					
Foreign currency receivables and payables	109,117	27,279	9,821	37,100	(14,746)
Amortized goodwill	1,842,894	460,724	165,860	626,584	680,153
Provision for judicial demands	534,234	133,559	48,081	181,640	197,189
Allowance for doubtful accounts	122,666	30,667	11,040	41,707	42,386
Profit sharing	209,490	52,373	18,854	71,227	69,849
Unrealized profits with derivatives	38,993	9,748	3,509	13,257	27,853
Unrealized profits investiments selling	(126,517)	(31,629)	(11,387)	(43,016)	(43,016)
Other temporary differences	(127,817)	(31,954)	(11,504)	(43,458)	8,712
Review of useful life	(67,188)	(16,797)	(6,047)	(22,844)	-
Effects of the Joint Venture	(3,657,582)	(914,396)	(329,182)	(1,243,578)	(1,243,578)
Investment property	(2,483,247)	(49,665)	(26,819)	(76,484)	(76,326)
Intangible assets - concession contract	27,782	6,946	2,500	9,446	7,900
Current account regulatory	363,851	90,963	32,747	123,710	113,721
Ganhos ou perdas com passivo atuarial	169,454	42,364	15,251	57,615	55,298
Business combination - Property, plant and equipment	(113,832)	(28,458)	(10,245)	(38,703)	(39,087)
Business combination - Intangible assets	(4,419,404)	(1,104,851)	(397,746)	(1,502,597)	(1,536,754)
Business combination - Other	(46,532)	(11,633)	(4,188)	(15,821)	(18,780)
Other	(367,610)	(91,903)	(33,085)	(124,988)	(118,068)
Total		**(1,181,007)**	**(436,760)**	**(1,617,767)**	**(1,562,783)**
Deferred income tax - asset				**204,708**	**203,481**
Deferred income tax - liabilities				**(1,822,475)**	**(1,766,264)**
Total of deferred taxes				**(1,617,767)**	**(1,562,783)**

In assessing the deferred tax assets, management considers whether it is more likely than not that some portion or all of the deferred tax assets will not be realized. The ultimate realization of deferred tax assets is dependent upon the generation of future taxable income during the periods in which those temporary differences become deductible. Management considers the scheduled reversal of deferred tax liabilities and projected future taxable income in making this assessment. There is no expiration term for the net operating loss carry forwards. Based upon the level of historical taxable income and projections for future taxable income over the periods in which the deferred tax assets are deductible, management believes it is more likely than not that Cosan S.A. will realize the benefits of these deductible differences at June 30, 2013, as well as the net operating loss carry forwards. The amount of the deferred tax assets considered realizable, however, could be reduced in the near term if estimates of future taxable income during the carry forward period are reduced. Income tax losses carry forward and social contribution tax losses may be offset against a maximum of 30% of annual taxable income earned, with no statutory limitation period.

c) Recovery of income tax and social contribution

In assessing the recoverability of deferred tax assets, management considers the projected future taxable income and the movement of temporary differences. When it is more likely that a part or all of the taxes will not be recovered is made a provision for the non-recovery. There is no expiration date for the use of tax losses and negative basis, but the use of these accumulated losses from previous years is limited to 30% of annual taxable income.

At June 30, 2013, the Company has the following expected realization of deferred taxes on tax losses and negative social contribution basis:

	June 30, 2013
No later than 1 year	12,791
Later than 1 year and no later than 5 years	21,833
Later than 5 years	296,812
Total	**331,436**

d) Changes in deferred income taxes, net

The changes in deferred tax assets and liabilities during the year, without taking into consideration the offsetting of balances, are as follows:

	June 30, 2013
Deferred tax at beginning of the year (Restated)	(1,562,783)
Income	(53,233)
IAS 19 - Employee Benefits	344
Securities Tellus	(1,344)
Other	(751)
Deferred tax at end of the period	**(1,617,767)**

In assessing the recoverability of deferred income tax assets, management considers annually the projections of future taxable income and temporary differences. This analysis is performed more frequently if the facts and circumstances indicate that the recovery of assets is at risk.

20 Provision for judicial demands

	June 30, 2013	**March 31, 2013 (Restated)**
Tax	425,065	487,047
Civil and environmental	164,455	159,871
Labor	174,841	178,766
	764,361	**825,684**

Judicial deposits as at June 30 and March 31, 2013, are presented as follow:

	June 30, 2013	March 31, 2013 (Restated)
Tax	296,507	300,171
Civil and environmental	39,856	38,813
Labor	54,013	44,269
	390,376	**383,253**

Changes in provision for judicial demands:

	Tax	Civil	Labor	Total
At March 31, 2013 (Restated)	487,047	159,871	178,766	825,684
Provision	17,659	1,906	44,004	63,569
Payments	(38,061)	(427)	(3,521)	(42,009)
Reversal	(46,317)	(2,714)	(51,947)	(100,978)
Monetary variation	4,737	5,819	7,539	18,095
At June 30, 2013	**425,065**	**164,455**	**174,841**	**764,361**

Judicial claims deemed to be probable losses, accrued

a) Tax

The major taxation-related legal proceeding as at 30 June and March 31, 2012 are described as follow:

Description	June 30, 2013	March 31, 2013 (Restated)
Offsetting of FINSOCIAL [(ii)]	205,294	203,334
IPC - 89 [(i)]	83,874	83,536
INSS [(iv)]	39,937	39,345
ICMS credits [(iii)]	35,454	100,336
PIS and COFINS	15,551	15,450
IPI	2,509	2,484
IRPJ and CSLL	2,109	2,090
Other	40,337	40,472
	425,065	**487,047**

(i) In 1993, Cosan Lubrificantes e Especialidades ("Cosan CLE") filed a suit to challenge the balance sheet restatement index ("IPC") established by the Federal Government in 1989, considering that this index did not reflect the actual rate of inflation. The use of this index led the Company to overpay income and social contribution taxes. Cosan CLE obtained a favorable preliminary court ruling that allowed it to recalculate its financial position, using indices that better measured the inflation over the period. In doing so the Company adjusted the amounts of income and social contribution taxes payable and offset the overpayments for both taxes in subsequent years until 1997. Despite the favorable court rulings, the tax authorities issued a notice of infringement to the Company challenging all of the offset taxes whose values had been updated accrued. No judicial deposits were made for these processes.

(ii) During the period from October 2003 to November 2006 the subsidiary Cosan CL offset FINSOCIAL against several other federal taxes, based on a final court decision in September 2003 following a decision that challenged the constitutionality of the FINSOCIAL. No judicial deposits were made for these processes.

(iii) The provision for ICMS credits is made up of: (a) the tax assessment received. There are judicial deposits related to these processes, amounting to R$ 8,392.

(iv) The amount accrued under the INSS, among other cases, is represented mainly by values relating to social security contributions levied on the income, pursuant to art. 22a of Law 8.212/91, whose constitutionality is being challenged in court. Register that these values are escrow deposits

b) Civil and environmental

The Company, its subsidiaries are parties to a number of civil claims related to (i) indemnity for physical and moral damages, (ii) public civil claims related to sugarcane stubble burning, and (iii) environmental matters.

The Company, its subsidiaries are also parties to a number of labor claims filed by former employees and service providers challenging, among other factors, the payment of additional hours, night shift premiums and risk premiums, employment inclusion, and the reimbursement of discounts from payroll such as social contributions and trade union charges, among others.

Judicial claims deemed as possible losses, and therefore not accrued

a) Tax claims

The main tax claims for which an unfavorable outcome is deemed possible and for which, therefore, no provision for legal claims was recorded in the interim consolidated financial statements, are as follow:

Description	June 30, 2013	March 31, 2013 (Restated)
IRRF [(ii)]	1,038,400	212,074
ICMS - State VAT	1,032,458	1,131,043
Income taxes [(i)]	707,786	462,942
INSS - social security and other	485,138	481,037
IPI credit - NT	435,967	315,657
PIS and COFINS	362,136	281,230
Compensation with IPI - IN 67/98	198,975	197,787
Other	541,861	541,974
Total	**4,802,721**	**3,623,744**

(i) Income taxes – Assessment notice

In June 2013 the Company was advised of assessments for the collection of Corporate Income Tax ("IRPJ") and Social Contribution ("CSLL"), relating to 2009 to 2011, totaling R$ 401,904, questioning amortization of goodwill arising from legitimate corporate operations. The Company presented its defense in July 2013 and, together with its legal counsel, considers R$ 291,724 to possible losses and R$ 110,180 as a remote risk through reduction in fines.

(ii) IRRF

In June 2013 the Company was advised of assessment for the collection of income tax withheld at source ("IRRF") in the amount of R$ 788,177. The Company's liability for the IRRF, as the tax payer, due to a result of an alleged capital gain arising from the acquisition of assets of companies located abroad. The Company presented its defense in July 2013 and, together with its legal advisors, rated the probability of loss as possible.

b) Civil and labor

The main civil and labor claims for which unfavorable outcomes are deemed possible are as follow:

	June 30, 2013	March 31, 2013 (Restated)
Civil	878,363	871,261
Labor	432,315	483,526
	1,310,678	**1,354,787**

(Amounts in thousands of Brazilian Reais – R$, unless otherwise stated)

21 Equity

a) Share capital

As of June 30, 2013 Cosan Limited's share capital consists of:

Shareholders	Class A and / or BDRs	%	Class B1 shares	%
Queluz Holding Limited	6,358,175	3.65	66,321,766	68.85
Usina Costa Pinto S.A. Açúcar e Alcool	-	-	30,010,278	31.15
Gávea funds	30,657,762	17.58	-	-
Other	137,339,404	78.77	-	-
Total	**174,355,341**	**100**	**96,332,044**	**100**

Class B1 shares entitle holders to 10 votes per share and Class A shares are entitled to one vote per share.

b) Repurchase shares

On September 16, 2011, the Board of Directors approved a stock repurchase plan for the purpose of maintenance in treasury, cancellation or disposal. The repurchase of shares open over 365 days and the maximum amount of repurchase is US$ 100 million. A balance of 5,996,502 treasury shares (5,996,502 shares on March 31, 2013) are held in treasury for which the market price as at June 30, 2013 was R$ 16.16 (R$ 19.50 on March 31, 2013).

c) Other comprehensive income

	March 31, 2013	Comprehensive income	June 30, 2013
Foreign currency translation differences	(180,145)	(9,023)	(189,168)
Gain on cash flow hedge	49,810	7,225	57,035
Revaluation of investment property reclassified from property, plant and equipment	190,735	-	190,735
Defined benefit plan actuarial losses [(1)]	(35,606)	(1,114)	(36,720)
Changes in value of securities available for sale	7,131	2,542	9,673
Total	**31,925**	**(370)**	**31,555**
Attributable to			
Owners of the company	(58,908)	(5,058)	(63,966)
Non-controlling interests	90,833	4,688	95,521

	March 31, 2012	Comprehensive income	June 30, 2012
Foreign currency translation differences	(182,730)	(9,426)	(192,156)
Gain on cash flow hedge	14,115	46,269	60,384
Defined benefit plan actuarial losses [(1)]	(1,119)	-	(1,119)
Changes in value of available for sale financial assets from securities	-	158	158
Total	**(169,734)**	**37,001**	**(132,733)**
Attributable to			
Owners of the company	(176,500)	15,765	(160,735)
Non-controlling interests	6,766	21,236	28,002

(1) This component is recognized in other comprehensive income and are not reclassified to net income in subsequent periods.

22 Earnings per share

Earnings per share are computed by dividing net income by the weighted average number of common shares outstanding during the period. Diluted earnings per share are calculated by adjusting average outstanding shares for the impact of conversion of all potentially dilutive options.

The table below reflects the income and share date used in the basic and diluted earnings per share calculation for the periods ended June 30, 2013 and June 30, 2012 (In thousands of Brazilian Reais – R$, except earnings per share):

	June 30, 2013	June 30, 2012 (Restated)
Numerator		
Loss from continuing operations		
Basic	(142,913)	(16,826)
Diluted	(111,559)	(16,826)
Loss from discontinuing operations	-	(930)
Denominator		
Weighted average number of capital share		
Basic	264,690,883	270,687,385
Diluted	271,193,599	270,687,385
Income (loss) basic earning per capital share		
Continued operations	(R$0.540)	(R$ 0.062)
Discontinued operations	-	(R$ 0.003)
Income (loss) diluted earning per capital share		
Continued operations	(R$ 0.411)	(R$ 0.062)

Discontinued operations	-	(R$ 0.003)

The Company has unexercised employee share options which are potentially dilutive.

23 Gross sales

	June 30, 2013	June 30, 2012 (Restated)
Taxable gross revenue from sales of products and services	2,756,772	556,034
Indirect taxes and deductions	(530,834)	(133,788)
Net revenue	**2,225,938**	**422,246**

24 Financial results

	June 30, 2013	June 30, 2012 (Restated)
Financial expenses		
Interest expenses	(196,006)	(71,999)
Monetary variation	(5,541)	(3,663)
Bank fees	(14,070)	(22,271)
	(215,617)	**(97,933)**
Financial income		
Interest income	17,076	3,692
Monetary variation	1,804	2,329
Investment income	38,850	16,491
	57,730	**22,512**
Foreign exchange variation [(1)]		
Foreign exchange variation, net	(309,837)	(84,221)
	(309,837)	**(84,221)**
Derivatives gains (losses)		
Exchange rate and interest derivatives	149,934	17,927
Warranties in associates	-	(210)
	149,934	**17,717**
	(317,790)	**(141,925)**

(1) Includes gains (losses) on foreign exchange rates relating to assets and liabilities denominated in foreign currency.

25 Other income (expense), net

	June 30, 2013	June 30, 2012 (Restated)
Provision for judicial demands	(25,085)	(25,937)
Income (loss) on disposal of non-current assets	(5,789)	62,996
Rental and leasing income	171	89
Revenue from the sale of investiment	7,665	-
Gain on corporate restructuring	6,445	-
Other income	2,293	3,977
	(14,300)	**41,125**

26 Financial Instruments

Financial risk management

Overview

The Company is exposed to the following risk related to the use of financial instruments:

- Foreign exchange rates;
- Interest rates;
- Credit risk;
- Liquid risk.

This note presents information about the exposure of the Company and its subsidiaries to the above risks, as well as the objectives of the Company's risk management policies, the polices and processes for the measurement and management of risk, and for capital management.

Risk management structure

The risks inherent to each type of business market are managed and monitored by the Company and, where applicable, risk committees are convened to discuss and determine the hedginge strategy of the Company in accordance with its policies and guidelines.

The Company’s subsidiary, COMGÁS, maintains a Treasury policy, approved by Board, revised periodically, which determines the standardization and the purpose for which financial operations in the company. In addition, this policy determines the methodology of evaluation of counterparty credit risk (foreign exchange transactions, derivatives, financial investments and guarantees) and stipulate what are the financial instruments allowed.

The risks management associated with financial transactions is done through the application of the Treasury policy and strategies defined by the administrators of the company. These rules provide the guidelines for the management of risks, their measurement, and consequent market risk mitigation, forecasting cash flow and exposure limits. For all the financial operations contracted, should have a financial exposure to justify particular operation.

(Amounts in thousands of Brazilian Reais – R$, unless otherwise stated)

The Company and its subsidiaries are exposed to market risks, of which the most significant are: (i) the volatility of the exchange rate, and (ii) volatility in interest rates. The usage of financial instruments in order to protect against these areas of volatility is determined through an analysis of the risk exposure that management intends to cover.

As at June 30 and March 31, 2013, the fair values relating to transactions involving derivative financial instruments for hedging or other purposes were measured at market value (fair value) using observables such as quoted prices in active markets, or discounted cash flow based on market curves, and are presented below:

	Notional		Fair value		
	June 30, 2013	**March 31, 2013**	**June 30, 2013**	**March 31, 2013**	**P&L (i)**
COMGÁS derivatives					
Exchange rate risk					
Exchange rate derivatives					
Swap agreements	923,123	1,083,271	238,250	134,901	238,250
	923,123	1,083,271	238,250	134,901	238,250
Company and subsidiaries derivatives					
Exchange rate risk					
Exchange rate derivatives					
Term agreements	1,007,115	1,254,265	93,036	(11,194)	93,036
	1,007,115	1,254,265	93,036	(11,194)	93,036
Interest rate and exchange rate risk					
Swap agreements (interest rate)	181,617	-	(18,479)	12,025	(18,479)
Swap agreements (interest and exchange rate)	1,094,408	-	(42,991)	115	(42,991)
	1,276,025	-	(61,470)	12,140	(61,470)
Total financial instruments contracted by Company			**269,816**	**135,847**	**269,816**
Assets			**404,896**	**145,856**	
Liabilities			**(135,080)**	**(10,009)**	

Foreign exchange risk

In COMGÁS, the treasury policy determines the hedging of the principal and interest until the final maturity of the loan transaction, for at least 75% of the total gross value (notional value), being the instrument of protection (hedge) only swaps and forwards. The table below shows the consolidated positions as at June 30, 2013 of derivatives used to hedge exchange rates:

Foreign exchange risk: foreign exchange derivatives outstanding at June30, 2013

Derivatives	Purchased / Sold	Market	Agreement	Notional (US$)	Notional (R$ thousand)	Fair Value (R$ thousand)
Financial instruments contracted by COMGÁS						
Composition of balance of derivative financial instruments designated in hedge accounting:						
Swap/flx cx	Purchased	OTC/Cetip	Cross curr Swap	10,000	18,361	4,933
Swap/flx cx	Purchased	OTC/Cetip	Cross curr Swap	10,000	18,361	4,893
Swap/flx cx	Purchased	OTC/Cetip	Cross curr Swap	10,000	18,361	5,155
Swap/flx cx	Purchased	OTC/Cetip	Cross curr Swap	14,381	26,406	7,403
Swap/flx cx	Purchased	OTC/Cetip	Cross curr Swap	40,000	73,444	20,393
Swap/flx cx	Purchased	OTC/Cetip	Cross curr Swap	39,922	69,580	19,219
Swap/flx cx	Purchased	OTC/Cetip	Cross curr Swap	51,400	83,145	31,384
Swap/flx cx	Purchased	OTC/Cetip	Cross curr Swap	20,000	32,352	12,420
Swap/flx cx	Purchased	OTC/Cetip	Cross curr Swap	30,000	49,761	18,221
Swap/flx cx	Purchased	OTC/Cetip	Cross curr Swap	42,435	70,315	26,153
Swap/flx cx	Purchased	OTC/Cetip	Cross curr Swap	31,250	50,000	18,742
Swap/flx cx	Purchased	OTC/Cetip	Cross curr Swap	45,000	72,018	26,193
Swap/flx cx	Purchased	OTC/Cetip	Cross curr Swap	50,000	87,735	22,808
Swap/flx cx	Purchased	OTC/Cetip	Cross curr Swap	75,000	153,900	11,273
Swap/flx cx	Purchased	OTC/Cetip	Cross curr Swap	50,000	99,384	9,060
Sub-total Swap purchased				519,388	923,123	238,250
At june 30, 2013				**519,388**	**923,123**	**238,250**
At March 31, 2013				**537,000**	**1,083,271**	**134,901**

Price Risk - commodities derivatives opened as at June 30, 2013

Derivatives	Purchased / Sold	Market	Agreement	Maturity date	Notional (US$)	Notional (R$)	Fair Value (R$)
Financial instruments contracted by Company							
Composition of balances of derivative financial instruments non-designated in hedge accounting:							
Term	Purchased	OTC	NDF	Jun-13	350,000	780,185	68,865
Term	Purchased	OTC	NDF	Aug-13	6,188	12,997	855
Term	Purchased	OTC	NDF	Aug-13	4,197	7,859	1,505
Term	Purchased	OTC	NDF	Nov-13	6,188	13,256	837
Term	Purchased	OTC	NDF	Nov-13	4,197	8,032	1,474
Term	Purchased	OTC	NDF	Feb-14	6,188	13,521	819

Term	Purchased	OTC	NDF	Feb-14	4,197	8,190	1,461
Term	Purchased	OTC	NDF	May-14	6,188	13,743	838
Term	Purchased	OTC	NDF	May-14	4,197	8,340	1,455
Term	Purchased	OTC	NDF	Aug-14	6,188	14,002	851
Term	Purchased	OTC	NDF	Aug-14	4,197	8,507	1,450
Term	Purchased	OTC	NDF	Nov-14	6,188	14,261	880
Term	Purchased	OTC	NDF	Nov-14	4,197	8,666	1,462
Term	Purchased	OTC	NDF	Feb-15	6,188	14,497	941
Term	Purchased	OTC	NDF	Feb-15	4,197	8,813	1,494
Term	Purchased	OTC	NDF	May-15	6,188	14,726	1,001
Term	Purchased	OTC	NDF	May-15	4,197	8,942	1,536
Term	Purchased	OTC	NDF	Aug-15	6,188	15,003	1,043
Term	Purchased	OTC	NDF	Aug-15	4,197	9,089	1,575
Term	Purchased	OTC	NDF	Nov-15	6,188	15,254	1,090
Term	Purchased	OTC	NDF	Nov-15	4,197	9,232	1,604
Sub-total Term at june 30, 2013					453,850	1,007,115	93,036
Sub-total Term at march 31, 2013					(252,635)	1,254,265	(11,194)

Price Risk - commodities derivatives opened as at June 30, 2013

Derivatives	**Purchased / Sold**	**Market**	**Agreement**	**Maturity date**	**Notional (US$)**	**Notional (R$)**	**Fair Value (R$)**
Financial instruments contracted by Company							
Composition of balances of derivative financial instruments non-designated in hedge accounting:							
Swap	Not applicable	OTC	Swap	Mar-23	175,000	347,690	9,528
Swap	Not applicable	OTC	Swap	Mar-23	50,000	106,595	(182)
Swap	Not applicable	OTC	Swap	Mar-23	50,000	106,595	(639)
Swap	Not applicable	OTC	Swap	Dec-14	81,972	181,617	(388)
Swap	Not applicable	OTC	Swap	Mar-23	368,500	732,136	22,666
Swap	Not applicable	OTC	Swap	Mar-23	25,000	55,390	(2,750)
Swap	Not applicable	OTC	Swap	Mar-18	359,272	712,796	84,408
Swap	Not applicable	OTC	Swap	Mar-23	25,000	55,390	(3,415)
Swap	Not applicable	OTC	Swap	Mar-23	25,000	55,390	(3,614)
Swap	Not applicable	OTC	Swap	Mar-23	25,000	55,390	(3,502)
Swap	Not applicable	OTC	Swap	Mar-23	50,000	110,780	(4,269)
Swap	Not applicable	OTC	Swap	Mar-23	25,000	55,390	(2,227)
Swap	Not applicable	OTC	Swap	Mar-23	25,000	55,390	(2,134)
Swap	Not applicable	OTC	Swap	Mar-23	50,000	106,595	(2,256)
Swap	Not applicable	OTC	Swap	Mar-23	50,000	110,780	(6,824)
Swap	Not applicable	OTC	Swap	Mar-23	25,000	55,390	(3,412)
Swap	Not applicable	OTC	Swap	Mar-23	10,000	21,319	(353)
Swap	Not applicable	OTC	Swap	Mar-23	65,000	144,014	(7,412)
Swap	Not applicable	OTC	Swap	Mar-23	(368,500)	(732,136)	(31,498)
Swap	Not applicable	OTC	Swap	Mar-23	(175,000)	(347,690)	(13,694)

Swap	Not applicable	OTC	Swap	Mar-18	(359,272)	(712,796)	(89,503)
Sub-total Swap at june 30, 2013					581,972	1,276,025	(61,470)
Sub-total Swap at march 31, 2013						-	12,140
At June 30, 2013					**1,035,822**	**2,283,140**	**31,566**
At March 31, 2013					**(252,635)**	**1,254,265**	**946**

As at June 30 and March 31, 2013, the Company and its subsidiaries had the following net exposure to the exchange rate variations on assets and liabilities denominated in foreign currency:

	June 30, 2013		March 31,2013 (Restated)	
	R$	**US$**	**R$**	**US$**
Cash and cash equivalents	23,689	10,692	121,429	60,299
Trade receivables	22,001	9,930	15,369	7,632
Loans and borrowings	(3,769,546)	(1,701,366)	(3,479,988)	(1,728,070)
Foreign Exchange exposure, net	**(3,723,856)**	**(1,680,744)**	**(3,343,190)**	**(1,660,139)**

Interest rate risk

The Company and its subsidiaries monitor the fluctuations in the variable interest rates in connection with certain debts, especially those related to of LIBOR, and make use of derivative instruments in order to minimize these risks.

Credit risk

A significant portion of the sales made by the subsidiaries are to a group of best-in-class counterparties (i.e. trading companies, fuel distribution companies and large supermarket chains). In the subsidiary COMGÁS, it is corroborated that there is no concentration of credit for major consumers, with no one customer accounting for more than 10% of sales volume. Therefore, this risk is attenuated by selling to a large and diversified customer base.

Credit risk is managed through specific rules regarding client acceptance, including credit ratings and limits for customer exposure, including the requirement for a letter of credit from a major bank and obtaining actual warranties on given credit, when applicable, Management believes that the credit risk is adequately covered by the allowance for doubtful accounts.

The Company and its subsidiaries buy and sell foreign exchange derivatives on BM&FBOVESPA, and OTC contracts registered with CETIP (an OTC clearing house) with the banks Bradesco and Itau. The derivatives for interest rate swaps, which protect against fluctuations in LIBOR, was contracted with Goldman Sachs do Brasil Banco Multiplo S.A.

The credit risk on cash and cash equivalents, bank deposits in national and foreign financial institutions are determined using the rating instruments accepted by the market and are arranged as follows:

(Amounts in thousands of Brazilian Reais – R$, unless otherwise stated)

	Financial investments and securities	Loans and borrowings	Derivatives
AAA	1,248,602	5,129,040	115,414
AA	66,057	331,678	-
A	114,703	3,461,833	144,929
BBB	-	-	9,473
At June 30, 2013	**1,429,362**	**8,922,551**	**269,816**

Liquid risk

Liquidity risk is the risk that the Company and its subsidiaries will encounter difficulties meeting the obligations associated with its derivative financial liabilities that are settled with cash payments or other financial assets. The approach of the Company and its subsidiaries to liquidity management is to ensure, as much as possible, that it always has sufficient liquidity to meet its obligations due, under normal and stress situations, without causing unacceptable losses or risking damage to the reputation of the Company and its subsidiaries

The table below demonstrates the non-derivative financial liabilities classified by due date according to contract at June 30, 2013.

					June 30, 2013	March 31, 2013 (Restated)
	Until 1 year	1 -2 years	3 – 5 years	More than 5 years	Total	Total
Loans and borrowings	(1,099,387)	(313,301)	(4,113,200)	(7,434,952)	(12,960,840)	(13,747,862)
Derivative financial instruments	(135,080)	-	-	-	(135,080)	(10,009)
Trade payables	(970,343)	-	-	-	(970,343)	(799,479)
REFIS	(58,584)	(63,978)	(190,749)	(693,203)	(1,006,514)	(1,009,723)
Total	**(2,263,394)**	**(377,279)**	**(4,303,949)**	**(8,128,155)**	**(15,072,777)**	(15,567,073)

Financial guarantee contracts are presented for the maximum values and are used to ensure the payment of debts of its subsidiaries. There is no expectation of loss arising from these contracts.

Fair value

The fair value of financial assets and liabilities is included in the price at which the instrument could be exchanged in a current transaction between parties willing to negotiate, and not in a forced sale or liquidation. The following methods and assumptions were used to estimate the fair value.

Cash and cash equivalents, accounts receivable, accounts payable and other short-term obligations approximate their respective carrying values due largely to the short-term maturities of these instruments.

The fair value of marketable securities and bonds is based on price quotations on the date of the financial statements. The fair value of non-negotiable instruments, bank loans and other debts,

obligations under finance leases, as well as other non-current financial liabilities, are estimated using discounted future cash flow at the rates currently available for debt or similar deadlines and remaining.

The fair market values of Senior Notes due in 2014, 2017, 2018 e 2023 (Note 17) at their market value are 107.80%, 111.00%, 94.33%, and 95.00% respectively of the face value of the Notes as at June 30, 2013.

The fair market value of the Perpetual bonds (Note 17) at their market value are 102.82% of the face value as at June 30, 2013.

As for the fair market values of other loans and financing substantially approximate the amounts recorded in the financial statements, due to the fact that these financial instruments are subject to variable interest rates (Note 17).

The fair value of financial assets available for sale, if any is obtained through quoted market prices in active markets.

The Company, its subsidiaries enter into derivative financial instruments with various counterparties, primarily financial institutions with investment grade credit ratings. The derivatives valued using valuation techniques and observable market data relate mainly to interest rate swaps, foreign exchange contracts and term contracts for commodities futures. The valuation techniques applied more often include pricing models for fixed-term contracts and swaps, with a present value calculation. The models incorporate various data, including the credit quality of counterparties, the rates of currency spot and forward contracts, interest rate curves and forward rate curves of the underlying commodities.

Fair value hierarchy

The Company uses the following hierarchy to determine and disclose the fair values of financial instruments determined using technical evaluations:

- Level 1: quoted prices in a active market for identical assets and liabilities;
- Level 2: other techniques for which all of the data having a significant effect on the fair value recorded are observable, directly or indirectly;
- Level 3: techniques that use data having a significant effect on the fair value recorded that are not based on observable market data.

Assets and liabilities measured at fair value	Level 1	Level 2	Total
At June 30, 2013			
Derivative financial assets	-	404,896	404,896
Derivative financial liabilities	-	(135,080)	(135,080)
Securities	-	114,190	114,190
Total	**-**	**384,006**	**384,006**

At March 31, 2013 (Restated)			
Derivative financial assets	-	145,856	145,856
Derivative financial liabilities	-	(10,009)	(10,009)
Securities	-	105,856	105,856
Total	**-**	**241,703**	**241,703**

Sensitivity analysis

The following is the sensitivity analysis of the fair value of financial instruments, in accordance with the types of risks deemed to be significant by the Company:

i. Assumptions for sensitivity analysis

For the analysis, the Company adopted three scenarios, one probable and two stress scenarios for impairment of the fair value of the financial instruments. The probable scenario was defined based on the US Dollar market curves as at June 30, 2013, which determines the fair values of the derivatives at that date. Stressed scenarios were defined based on adverse impacts of 25% and 50% on the sugar and US Dollar price curves are over-explaining here.

ii. Sensitivity analysis

The following is the sensitivity analysis of the change in the fair value of the Company's financial derivatives and its subsidiaries in the probable scenarios on consolidated version:

			Impacts on P&L (i)			
	Risk factor	**Probable scenario**	**Variation scenario (25%) Increase**	**Variation scenario (50%) Increase**	**Variation scenario (25%) Decrease**	**Variation scenario (50%) Decrease**
Exchange rate and interest risks						
Exchange rate derivatives						
Swap contrats	Decrease in exchange rate R$/US$ and increase in CDI curve	238,250	541,578	763,930	(33,892)	(330,729)
Exchange rate risks						
Exchange rate derivatives						
Term agreements						
Purchasing agreements	Decrease in exchange rate R$/US$	93,036	81,592	138,351	(31,925)	(88,684)
Interest rate risk						
Swap contrats	Decrease in LIBOR curve	(388)	(79)	211	(661)	(954)
Swap contrats	No risk - asset and liabilitie same position	(18,092)	-	-	-	-
Exchange rate and interest risks						
Exchange rate derivatives						
Swap contrats	Decrease in exchange rate R$/US$ and increase in CDI curve	(42,990)	120,196	297,835	(230,704)	(424,250)
		269,816	**743,287**	**1,200,327**	**(297,182)**	**(844,617)**

Based on assets and liabilities in US Dollar on June, 30, the Company made simulations to increase and decrease the exchange rate for R$/US$ by 25% and 50%. The probable scenario considers projections for the exchange rates at the due date of operations, as follows:

(Amounts in thousands of Brazilian Reais – R$, unless otherwise stated)

	Exchange rate simulations (R$/US$)					
		Scenario				
	2013	**Probable**	**25%**	**50%**	**-25%**	**-50%**
At June 30, 2013	2.2317	2.2317	2.789625	3.34755	1.673775	1.11585

Consider the scenario above the profit and loss would be impacted as follows:

						June 30, 2013
	Balance	**Probable**	**25%**	**50%**	**-25%**	**-50%**
Bonds and Debentures (USD)	(2,212,181)	(2,212,181)	(563,022)	(1,126,043)	563,022	1,126,043
Loans and borrowings (USD)	(1,375,272)	(1,375,272)	(346,950)	(693,899)	346,950	693,899
Loans and borrowings (GBP)	(182,093)	(182,093)	(45,774)	(91,549)	45,774	91,549
Trade receivables	22,001	22,001	5,500	11,001	(5,500)	(11,001)
Effect on Profit and loss		(3,747,545)	(950,246)	(1,900,490)	950,246	1,900,490

The Company performed simulations in interest rates on loans and borrowings and compensation for the CDI investments with increases and decreases of 25% and 50%, the results of which are presented below:

						June 30, 2013
	Balance	**Probable**	**25%**	**50%**	**-25%**	**-50%**
Financial investments	1,429,362	1,429,362	1,560,692	1,586,984	1,508,133	1,481,867
Securities	56,897	56,897	61,795	62,836	59,714	58,674
Loans and borrowings	(4,304,263)	(4,304,263)	(335,179)	(402,215)	(202,231)	(136,319)
Profit of the year		**(2,818,004)**	**1,287,308**	**1,247,605**	**1,365,616**	**1,404,222**

The categories of financial instruments, are presented below:

	Financial assets Designated as at fair value trough profit or loss	**Financial assets held for trading**	**Loans and receivables**	**Total**
Assets				
Cash and cash equivalents	-	-	1,495,446	1,495,446
Trade receivables	-	-	1,029,200	1,029,200
Derivative financial instruments	404,896	-	-	404,896
Securities	-	57,293	56,897	114,190
Judicial deposits	-	-	390,376	390,376
Other financial assets	-	-	513,884	513,884
	404,896	**57,293**	**3,485,803**	**3,947,992**

	Financial liabilities designated as at fair value through profit or loss	Other financial liabilities	Total
Liabilities			
Loans and borrowings	-	(8,922,551)	(8,922,551)
Derivative financial instruments	(135,080)	-	(135,080)
Trade payables	-	(970,343)	(970,343)
Dividends payable	-	(193,396)	(193,396)
	(135,080)	**(10,086,290)**	**(10,221,370)**

Capital management

The Company's policy is to maintain a solid capital base to maintain the confidence of investors, creditors and the market, and ensure the future development of the business. Management monitors the return on capital, which the Company defines as the result of operating activities divided by total net equity leverage ratios, involving cash generation (EBITDA), short-term debt and total debt.

27 Pensions and other post-employment benefit plans

	June 30, 2013	March 31, 2013
Futura	79,751	78,405
Futura II	2,818	2,795
COMGÁS	297,952	294,859
Total	**380,521**	**376,059**

a) Pension plan

Defined benefit

Cosan Lubrificantes e Especialidades S.A. has a non-contributory defined benefit pension plan (Futura, formerly Previd Exxon) covering certain employees upon retirement. This plan was altered to allow its settlement and was approved by the relevant authority on May 5, 2011. The settlement is the process whereby the plan is closed to any new entrants, with the cessation of contributions, guaranteeing the participants a benefit that is in proportion to the rights they had accumulated under the plan up until March 31, 2011. During the year ended June 30, 2013 the amount of contributions totaled R$ 867.

Defined contribution

Since June 1, 2011, the Company and its subsidiaries have sponsored a variable contribution plan for all employees (Futura II). The Company does not have a legal or constructive obligation to pay further contributions if the fund does not have sufficient assets to pay all of the benefits owed. During the year ended June 30, 2013 the amount of contributions totaled R$ 1.397.

COMGÁS offers a supplementary retirement plan, granted by a defined contribution program, through a Free Benefits Generator Plan ("PGBL"). During the year ended June 30, 2013, the amount of sponsors' contributions to the plan totaled R$ 4.842.

28 Share-Based Payments

At the annual and extraordinary general shareholders' meeting held on July 29, 2011, the guidelines for the outlining and structuring of the stock option compensation plan for Cosan S.A.'s executives and employees was approved, authorizing the issue of up to 5% of shares comprising Cosan S.A.'s total capital. This stock option plan was outlined to attract and retain executives and key employees, offering them the opportunity to become Cosan S.A.'s shareholders.

On August 18, 2011, Cosan S.A.'s board of directors approved the total stock option grant corresponding up to 12,000,000 common shares to be issued or treasury shares held by Cosan S.A., corresponding 2.41% of the share capital at that time. On the same date the eligible executives were informed of the all terms and conditions of the stock-option plan.

During the period ended June 30, 2013, R$ 2,153 were recognized as expense for the stock option plan.

Additionally, on April 24, 2013, 925,000 options were granted to eligible executives are the main features:

	Options granted on April 24, 2013
Grant grantprice -R$	45.22
Expected life (in years)	5
Interest rate - %	13.35
Expected Volatility - %	27.33
Weighted average fair value at grant date - R$	17.95

The weighted average remaining contractual term for the stock options on June 30, 2013 was 2 years.

The changes in the plan during the period was:

	Total amount option	**Exercise price weighted average**
At March 31, 2013	9,102,000	23.74
Grant of share options	925,000	45.22
Share options exercised	(250,000)	(23.99)
At June 30, 2013	**9,777,000**	**26.26**

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