(A free translation of the original in Portuguese)

Raízen Group

Quarterly information ("ITR") at December 31, 2014 and report on review of quarterly information

Report on review of consolidated and combined quarterly information

To the Board of Directors and Stockholders
Raízen Group

Introduction

We have reviewed the accompanying consolidated and combined quarterly information of Grupo Raízen (the "Group") for the quarter ended December 31, 2014, which comprise the balance sheet at that date and the statements of operations, comprehensive income, changes in equity and cash flows for the periods of three and six months then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of the interim consolidated and combined accounting information in accordance with the accounting standard CPC 21, "Interim Financial Reporting", of the Brazilian Accounting Pronouncements Committee (CPC), and 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 and combined interim information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated and combined interim accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with CPC 21 and IAS 34 applicable to the preparation of the Quarterly Information, and presented in accordance with the standards issued by the CVM.

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Raízen Group

Emphasis of matter - Combination of financial information

We draw attention to Note 2.1 (a) to the consolidated and combined quarterly information, which describes that the companies included in these consolidated and combined financial statements do not operate as a single entity. Therefore, this consolidated and combined financial information does not necessarily represent the results that would have been obtained if these companies had operated as a single legal entity during the period, nor does it indicate any future results. Our conclusion is not qualified in respect of this matter.

Other matters

Statement of value added

We have also reviewed the consolidated and combined statement of value added of Grupo Raízen for the periods of three and nine months ended December 31, 2014, which is the responsibility of the Group's management. This statement required to be presented in accordance with regulations issued by the Brazilian Securities and Exchange Commission applicable to the preparation of the ITR and is considered supplementary information under IFRS, which do not require its presentation. This statement has been submitted to the same review procedures described above. Based on our review, nothing has come to our attention that causes us to believe that it has not been prepared, in all material respects, in a manner consistent with the interim consolidated and combined accounting information taken as a whole.

Campinas, February 11, 2015

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

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

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Raízen Group

Combined and consolidated financial information

December 31, 2014

Contents (according to the original)

Combined and consolidated balance sheet 2
Combined and consolidated statement of income 4
Combined and consolidated statement of comprehensive income 5
Combined and consolidated statement of changes in shareholders' equity 6
Combined and consolidated statement of cash flow 10
Combined and consolidated statement of value added 11
Management notes to the combined and consolidated financial statements 12

Consolidated and combined balance sheet as at December 31

(in thousands of Reais) **(A free translation of the original in Portuguese)**

	Note	December 31, 2014	March 31, 2014
Assets			
Current			
Cash and cash equivalents	3	2,817,420	2,337,621
Restricted cash	4	203,124	304,582
Derivative financial instruments	26	481,079	224,476
Trade notes receivable	5	2,285,520	1,546,836
Inventories	7	3,397,476	1,390,676
Recoverable income tax and social contribution	18 a.1	52,583	369,489
Recoverable taxes and contributions	6	387,197	291,310
Dividends receivable		-	3,450
Advances to suppliers	8	55,273	212,869
Other financial assets	9	49,697	13,267
Related parties	10	522,530	352,540
Other credits		88,507	118,530
		10,340,406	7,165,646
Non-current			
Trade notes receivable	5	255,558	229,069
Derivative financial instruments	26	89,401	1,109
Other financial assets	9	938,398	890,680
Recoverable income tax and social contribution	18 a.1	521,474	-
Recoverable taxes and contributions	6	343,571	262,555
Advances to suppliers	8	111,536	21,841
Related parties	10	745,877	1,310,848
Deferred income tax and social contribution	18.b	316,304	290,695
Court deposits	19	271,326	365,807
Other credits		54,168	43,039
Investments	11	465,934	417,977
Biological assets	12	1,828,304	2,036,693
Fixed assets	13	8,829,222	9,066,051
Intangibles	14	3,792,216	3,609,046
		18,563,289	18,545,410
Total assets		28,903,695	25,711,056

Management's notes are an integral part of the consolidated and combined financial statements

Consolidated and combined balance sheet as at December 31

(In thousands of Reais) **(continuation)**

	Note	December 31, 2014	March 31, 2014
Liabilities			
Current			
Loans and financing	16	3,547,531	1,925,739
Derivative financial instruments	26	337,426	166,899
Suppliers	15	1,165,254	1,414,087
Wages and salaries payable		319,018	378,632
Payable income tax and social contribution	18 a.2	28,582	4,626
Taxes payable	17	359,593	231,872
Dividends and interest on capital payable	21.b	172,250	300,151
Related parties	10	188,461	204,119
Anticipated revenue	27	53,918	79,506
Bonuses payable		38,999	24,383
Other payables		638,517	251,384
		6,849,549	4,981,398
Non-current			
Loans and financing	16	8,433,823	6,522,988
Derivative financial instruments	26	41,708	12,878
Taxes payable	17	57,794	672,236
Related parties	10	1,016,529	1,249,349
Provision for contingencies	19	761,069	800,429
Provision for unsecured liabilities of subsidiaries and affiliated companies	11	2,642	2,642
Deferred income tax and social contribution	18.b	237,513	38,406
Anticipated revenue	27	274,887	307,635
Other payables		140,386	141,228
		10,966,351	9,747,791
Total liabilities		17,815,900	14,729,189
Shareholders' equity			
Capital stock	21.a	8,029,130	7,821,406
Capital reserve	21.a	1,838,237	2,005,868
Carrying value adjustments	21.c	(29,307)	(10,844)
Profit reserve	21.d and 21.e	757,164	1,054,560
Retained earnings		350,716	-
		10,945,940	10,870,990
Non-controlling shareholders' interest		141,855	110,877
Total shareholders' equity		11,087,795	10,981,867
Total liabilities and shareholders' equity		28,903,695	25,711,056

Management's notes are an integral part of the consolidated and combined financial statements

Consolidated and combined statement of income
Three and nine-month periods ended December 31
(In thousands of Reais) **(A free translation of the original in Portuguese)**

	Note	Oct-Dec/2014	Oct-Dec/2013	Apr-Dec/2014	Apr-Dec/2013
Net operating revenue	22	16,975,460	14,876,162	48,424,985	43,073,128
Costs of products sold and services provided	23	(15,788,387)	(13,829,964)	(45,133,537)	(39,783,563)
Gross profit		1,187,073	1,046,198	3,291,448	3,289,565
Operating income (expenses)					
Selling expenses	23	(399,744)	(414,448)	(1,228,685)	(1,225,348)
General and administrative expenses	23	(187,957)	(240,325)	(631,847)	(688,417)
Other operating revenue, net	24	77,287	165,230	329,446	341,120
		(510,414)	(489,543)	(1,531,086)	(1,572,645)
Income before financial income		676,659	556,655	1,760,362	1,716,920
Financial income					
Financial expenses	25	(222.845)	(140,734)	(499,149)	(364,709)
Financial revenue	25	134,591	77,065	329,670	217,305
Exchange variations	25	(277,815)	(190,970)	(541,419)	(552,279)
Net impact of derivatives	25	19,587	(27,565)	108,969	(39,068)
		(346,482)	(282,204)	(601,929)	(738,751)
Income before the results of equity method		330,177	274,451	1,158,433	978,169
Loss from equity method	11	(5,824)	(6,912)	(18,300)	(19,249)
Income before income tax and social contribution		324,353	267,539	1,140,133	958,920
Income tax and social contribution	18				
Current		(40,674)	(90,547)	(249,556)	(284,784)
Deferred		42,343	60,247	58,473	17,104
		1,669	(30,300)	(191,083)	(267,680)
Net income for the period		326,022	237,239	949,050	691,240
Attributable to:					
Controlling shareholders of the Group		314,405	232,837	922,791	674,510
Non-controlling shareholders of the Group		11,617	4,402	26,259	16,730
		326,022	237,239	949,050	691,240

Management's notes are an integral part of the consolidated and combined financial statements

Combined and consolidated statement of comprehensive income
Three and nine month periods ended December 31
(in thousands of Reais) **(A free translation of the original in Portuguese)**

	Oct-Dec/14	Oct-Dec/13	Apr-Dec/14	Apr-Dec/13
Net income for the period	326,022	237,239	949,050	691,240
Comprehensive income				
Items that will not be reclassified for the results				
Adjustments under equity method – Actuarial loss (1)	(14,041)	-	(14,041)	(1,409)
Deferred taxes on adjustments	4,719	-	4,719	479
	(9,322)	-	(9,322)	(930)
Items that may be or not reclassified for the results				
Net gain (loss) on derivative financial instruments - Hedge accounting (Note 26.e)	5,693	117,044	(13,082)	(19,471)
Effect of conversion of foreign currency	(3,583)	2,272	(518)	7,181
Taxes deferred on adjustments	(1,934)	(39,795)	4,449	6,620
	176	79,521	(9,151)	(5,670)
Other components of comprehensive income for the period	(9,146)	79,521	(18,473)	(6,600)
Total comprehensive income for the period	316,876	316,760	930,577	684,640
Attributable to:				
Controlling shareholders of the Group	305,269	312,358	904,328	667,910
Non-controlling shareholders of the Group	11,617	4,402	26,249	16,730
	316,876	316,760	930,577	684,640

(1) Includes an actuarial liability balance of R$ 158, recorded in new thermoelectric companies ("UTEs") controlled directly or indirectly by RESA, which are not subject to the calculation of deferred taxes because these companies are taxed on their deemed income.

a) October 1st to December 31, 2014

	Attributable to shareholders of the Group											
		Capital Reserves					Profit reserve					
	Capital stock	Capital reserve	Special Law No. 8200/91	Tax incentives	Special goodwill reserve	Equity valuation adjustments	Legal	Earnings retention	Retained earnings	Total	Non-controlling shareholders' interest	Total shareholders' equity
Balances as at September 30, 2014	7,872,120	1,728,809	5,387	30,256	241,107	(20,171)	181,545	574,364	612,067	11,225,484	130,248	11,355,732
Contributions of (distributions to) the shareholders of the Group												
Redemption of preferred shares class B and C and allocation of dividends (Notes 10.a, 17, 18.c and 21.a)	157,010	(164,377)	-	-	-	-	-	1,255	(1,255)	(7,367)	-	(7,367)
Partial realization of the reserve	-	-	(359)	-	-	-	-	-	359	-	-	-
Reverse merger effect (Notes 11.b.v, 18.c and 21.a)	-	(7,301)	-	-	4,486	-	-	-	-	(2,815)	-	(2,815)
Reflected effect on operations of affiliates	-	229	-	-	-	-	-	-	-	229	-	229
Payment of dividends and JCP (Notes 21.b and 21.e)	-	-	-	-	-	-	-	-	(574,860)	(574,860)	-	(574,860)
Total contributions of (distributions to) the shareholders of the Group	157,010	(171,449)	(359)	-	4,486	-	-	1,255	(575,756)	(584,813)	-	(584,813)
Comprehensive income for the period												
Net income for the period	-	-	-	-	-	-	-	-	314,405	314,405	11,617	326,022
Equity valuation adjustment – Actuarial liability	-	-	-	-	-	(9,312)	-	-	-	(9,312)	(10)	(9,322)
Equity valuation adjustment – Hedge accounting	-	-	-	-	-	3,759	-	-	-	3,759	-	3,759
Effect of conversion of foreign currency – CTA	-	-	-	-	-	(3,583)	-	-	-	(3,583)	-	(3,583)
Total comprehensive income for the period	-	-	-	-	-	(9,136)	-	-	314,405	305,269	11,607	316,876
Balances as at December 31, 2014	8,029,130	1,557,360	5,028	30,256	245,593	(29,307)	181,545	575,619	350,716	10,945,940	141,855	11,087,795

b) April 1st to December 31, 2014

	Attributable to shareholders of the Group											
		Capital reserves					Profit reserves					
	Capital stock	Capital reserve	Special Law No. 8200/91	Tax incentives	Special goodwill reserve	Equity valuation adjustments	Legal	Earnings retention	Retained earnings	Total	Non-controlling shareholders' interest	Total shareholders' equity
Balances as at March 31, 2014	7,821,406	1,726,692	7,813	30,256	241,107	(10,844)	181,545	873,015	-	10,870,990	110,877	10,981,867
Contributions of (distributions to) the shareholders of the Group												
Capital increase	-	-	-	-	-	-	-	-	-	-	1,956	1,956
Redemption of preferred shares class B and C and allocation of dividends (Notes 10.a, 17, 18.c and 21.a)	207,724	(164,377)	-	-	-	-	-	(50,714)	-	(7,367)	-	(7,367)
Partial realization of the reserve	-	-	(2,785)	-	-	-	-	-	2,785	-	-	-
Reverse merger effect (Notes 11.b.v, 18.c and 21.a)	-	(7,301)	-	-	4,486	-	-	-	-	(2,815)	-	(2,815)
Creation of reserves	-	1,354	-	-	-	-	-	-	-	1,354	2,773	4,127
Reflected effect on the operations of affiliates	-	992	-	-	-	-	-	-	-	992	-	992
Payment of dividends and JCP (Notes 21.b and 21.e)	-	-	-	-	-	-	-	(246,682)	(574,860)	(821,542)	-	(821,542)
Total contributions of (distributions to) the shareholders of the Group	207,724	(169,332)	(2,785)	-	4,486	-	-	(297,396)	(572,075)	(829,378)	4,729	(824,649)
Comprehensive income for the period												
Net income for the period	-	-	-	-	-	-	-	-	922,791	922,791	26,259	949,050
Equity valuation adjustment – Actuarial liability	-	-	-	-	-	(9,312)	-	-	-	(9,312)	(10)	(9,322)
Equity valuation adjustment – Hedge accounting	-	-	-	-	-	(8,633)	-	-	-	(8,633)	-	(8,633)
Effect of conversion of foreign currency - CTA	-	-	-	-	-	(518)	-	-	-	(518)	-	(518)
Total comprehensive income for the period	-	-	-	-	-	(18,463)	-	-	922,791	904,328	26,249	930,577
Balances as at December 31, 2014	8,029,130	1,557,360	5,028	30,256	245,593	(29,307)	181,545	575,619	350,716	10,945,940	141,855	11,087,795

c) October 1st to December 31, 2013

	Attributable to shareholders of the Group										
		Capital reserves				Profit reserves					
	Capital stock	Capital reserve	Special Law No. 8200/91	Special goodwill reserve	Equity valuation adjustments	Legal	Earnings retention	Retained earnings	Total	Non-controlling shareholders interest	Total shareholders' equity
Balances as at September 30, 2013	7,569,670	1,742,708	11,005	241,107	13,258	121,328	566,076	443,770	10,708,922	106,074	10,814,996
Contributions of (distributions to) the shareholders of the Group											
Partial realization of the reserve	-	-	(1,220)	-	-	-	-	1,220	-	-	-
Payment of dividends and JCP	-	-	-	-	-	-	-	(182,000)	(182,000)	-	(182,000)
Reflected effect on operations of affiliates	-	209	-	-	-	-	-	-	209	-	209
Total contributions of (distributions to) the shareholders of the Group	-	209	(1,220)	-	-	-	-	(180,780)	(181,791)	-	(181,791)
Comprehensive income for the period											
Net income for the period	-	-	-	-	-	-	-	232,837	232,837	4,402	237,239
Equity valuation adjustment – Hedge accounting	-	-	-	-	77,249	-	-	-	77,249	-	77,249
Effect of conversion of foreign currency - CTA	-	-	-	-	2,272	-	-	-	2,272	-	2,272
Total comprehensive income for the period	-	-	-	-	79,521	-	-	232,837	312,358	4,402	316,760
Balances as at December 31, 2013	7,569,670	1,742,917	9,785	241,107	92,779	121,328	566,076	495,827	10,839,489	110,476	10,949,965

d) April 1st to December 31, 2013

	Attributable to shareholders of the Group										
		Capital reserves				Profit reserves					
	Capital stock	Capital reserve	Special Law No. 8200/91	Special goodwill reserve	Equity valuation adjustments	Legal	Earnings retention	Retained earnings	Total	Non-controlling shareholders interest	Total shareholders' equity
Balances as at Marth 31, 2013	7,562,754	1,746,290	13,102	241,107	99,379	121,323	1,031,294	-	10,815,249	113,174	10,928,423
Contributions of (distributions to) the shareholders of the Group											
Excess paid on acquisition of additional equity interest in subsidiaries	-	(5,973)	-	-	-	-	-	-	(5,973)	-	(5,973)
Reduction for full acquisition of equity interest	-	-	-	-	-	-	-	-	-	(17,927)	(17,927)
Distribution of dividends to holders of preferred shares	6,916	-	-	-	-	-	(6,916)	-	-	-	-
Reversal of dividends	-	-	-	-	-	-	597	-	597	-	597
Payment of dividends and JCP	-	-	-	-	-	-	(458,899)	(182,000)	(640,899)	-	(640,899)
Partial realization of the reserve	-	-	(3,317)	-	-	-	-	3,317	-	-	-
Creation of reserves	-	1,501	-	-	-	-	-	-	1,501	(1,501)	-
Reflected effect on the operations of affiliates	-	1,104	-	-	-	-	-	-	1,104	-	1,104
Total contributions of (distributions to) the shareholders of the Group	6,916	(3,368)	(3,317)	-	-	-	(465,218)	(178,683)	(643,670)	(19,428)	(663,098)
Comprehensive income for the period											
Net income for the period	-	-	-	-	-	-	-	674,510	674,510	16,730	691,240
Adjustment to equity valuation – actuarial liability	-	-	-	-	(930)	-	-	-	(930)	-	(930)
Equity valuation adjustment – Hedge accounting	-	-	-	-	(12,851)	-	-	-	(12,851)	-	(12,851)
Effect of conversion of foreign currency - CTA	-	-	-	-	7,181	-	-	-	7,181	-	7,181
Total comprehensive income for the period	-	-	-	-	(6,600)	-	-	674,510	667,910	16,730	684,640
Transfer reserves	-	(5)	-	-	-	5	-	-	-	-	-
Balances as at December 31, 2013	7,569,670	1,742,917	9,785	241,107	92,779	121,328	566,076	495,827	10,839,489	110,476	10,949,965

Combined and consolidated statement of cash flow
Three and nine month periods ended December 31
(in thousands of Reais) **(A free translation of the original in Portuguese)**

	Oct-Dec 2014	Oct-Dec 2013	Apr-Dec 2014	Apr-Dec 2013
Cash flow from operating activities				
Income before income tax	324,353	267,539	1,140,133	958,920
Adjustments to reconcile net income with net cash from operating activies:				
Depreciation and amortization	606,721	486,600	1,688,540	1,593,177
Change in fair value of biological assets	55,693	65,233	(14,449)	48,914
Change in fair value of sugarcane harvested (agricultural products)	4,910	53,080	128,225	79,148
Loss from equity method	5,824	6,912	18,300	19,249
Gain on disposal of property, plant and equipment	(24,846)	(120,765)	(108,685)	(185,125)
Gain on capital through dilution of shareholding	-	-	(30,333)	-
Constitution of provision for doubtful accounts, net	164	426	6,985	573
Constitution of provision for tax, civil and labor risks, net	4,075	12,615	14,374	28,940
Interest, monetary and exchange variation, net	784,415	282,140	1,470,381	795,680
Amortization of deferred revenue	(12,256)	(5,580)	(36,628)	(36,067)
Amortization of prepaid expenses	21,370	21,955	51,535	35,788
Losses (gains) from derivative financial instruments	(94,473)	80,236	99,854	(54,190)
Gains on the fair value of shares	(29,158)	-	(29,158)	-
Constitution of provision for losses on intangibles	44,639	32,179	44,639	32,179
Other	2,108	(499)	5,793	3,368
	1,693,539	1,182,071	4,449,506	3,320,554
Changes in operating assets and liabilities:				
Trade account receivables and advances from customers	133,678	(204,319)	(263,760)	(283,702)
Inventories	117,177	(21,043)	(1,519,456)	(1,397,377)
Restricted cash	76,936	32,411	126,611	(21,858)
Derivative financial instruments	-	(68,434)	(18,377)	(18,323)
Trade accounts payable and advances to suppliers	149,251	(7,617)	(178,167)	87,004
Taxes and contributions, net	(38,192)	(19,369)	(311,211)	(320,538)
Payroll and related charges	(66,563)	(54,298)	(61,351)	(50,816)
Related parties	(304,192)	(37,797)	(617,505)	152,572
Judicial deposits	(7,918)	(6,066)	(40,822)	(29,858)
Other assets and liabilities, net	(34,558)	(22,494)	(107,282)	(90,580)
	(25,619)	(409,026)	(2,991,320)	(1,973,476)
Income tax and social contribution paid	(95,666)	(50,443)	(186,801)	(204,193)
Net cash provided by operating activities	1,623,492	722,602	1,271,385	1,142,885
Cash flow from investment activities				
Acquisitions, net of acquired cash	(16,151)	(311,960)	(229,350)	(355,932)
Additions to property, plant and equipment, software and other intangible assets	(482,332)	(513,052)	(1,212,676)	(1,095,879)
Cash from sale of property, plant and equipment	45,496	173,850	162,406	306,906
Dividends received	3,500	-	12,080	-
Sugarcane planting and cultivation costs	(217,015)	(211,884)	(687,509)	(739,762)
Net cash used in investment activities	(666,502)	(863,046)	(1,955,049)	(1,884,667)
Cash flow from financing activities:				
Proceeds from debt issuance	1,743,136	1,311,094	4,471,697	2,670,900
Repayment of debt	(957,421)	(822,549)	(2,331,906)	(1,670,903)
Financial investments related to financing (restricted cash)	(3,797)	298	(7,088)	1,507
Capital payment by non-controlling shareholders	-	-	400	-
Dividends paid	(680,222)	(562,000)	(969,640)	(770,461)
Net cash (used in) provided by financing activities	101,696	(73,157)	1,163,463	231,043
Increase (decrease) in cash and cash equivalents, net	1,058,686	(213,601)	479,799	(510,739)
Cash and cash equivalents at the beginning of the period	1,758,734	1,601,076	2,337,621	1,898,214
Cash and cash equivalents at the end of the period	2,817,420	1,387,475	2,817,420	1,387,475
Additional information on cash flow				
Depreciation of costs capitalized as biological assets (Note 12)	22,630	13,605	53,274	49,371
Interest capitalized in fixed assets (Notes 13 and 25)	8,933	15,471	29,946	47,958
Exclusive rights to supply fuel payable	3,644	232	28,631	7,622
Reversal of provision for removal of tanks and others	(5,096)	(92)	(16,089)	(24,172)
Dividends and interest on capital payable (Note 21.b)	172,250	56,322	172,250	56,322

Management's notes are an integral part of the consolidated and combined financial statements.

Combined and consolidated statement of value added
Three and nine month periods ended on December 31
(in thousands of Reais) **(A free translation of the original in Portuguese)**

	Oct-Dec 2014	Oct-Dec 2013	Apr-Dec 2014	Apr-Dec 2013
Revenue				
Gross sales of products and services	17,621,328	15,446,792	50,223,901	44,788,383
Returns of sales, discounts and rebates	(175,318)	(140,440)	(407,287)	(534,738)
Constitution of provision for doubtful accounts, net	(164)	(426)	(6,985)	(573)
Other operating revenue, net	77,287	165,230	329,446	341,120
	17,523,133	15,471,156	50,139,075	44,594,192
Inputs acquired from third parties				
Costs of products sold and services provided	(14,939,207)	(13,076,465)	(42,941,027)	(37,546,786)
Materials, power, third party services and other	(392,400)	(345,446)	(1,070,847)	(1,030,361)
Change in fair value of biological assets	(55,693)	(65,233)	14,449	(48,914)
Change in fair value of harvested sugarcane (agricultural product)	(4,910)	(53,080)	(128,225)	(79,148)
Creation of provision for obsolescence of inventories	(1,753)	-	(4,753)	-
	(15,393,963)	(13,540,224)	(44,130,403)	(38,705,209)
Gross value added	2,129,170	1,930,932	6,008,672	5,888,983
Depreciation and amortization	(606,721)	(486,600)	(1,688,540)	(1,593,177)
Added value produced, net	1,522,449	1,444,332	4,320,132	4,295,806
Value added received through transfers				
Loss from equity method	(5,824)	(6,912)	(18,300)	(19,249)
Financial revenue	134,591	77,065	329,670	217,305
Foreign exchange gains	-	-	71,293	-
Gains on operations involving financial instruments	19,587	-	110,986	14,371
	148,354	70,153	493,649	212,427
Value added to be distributed	1,670,803	1,514,485	4,813,781	4,508,233
Distribution of value added				
Personnel				
Direct remuneration	289,206	356,701	944,677	1,099,805
Benefits	50,633	54,216	131,794	153,498
Government Severance Indemnity Fund for Employees (“FGTS”)	23,913	39,684	66,381	66,991
	363,752	450,601	1,142,852	1,320,294
Taxes, fees and contributions				
Federal	66,686	135,863	426,192	350,749
Deferred federal taxes	(42,343)	(60,247)	(58,473)	(17,104)
State	378,990	323,845	1,024,718	954,861
Municipal	1,493	940	5,003	4,527
	404,826	400,401	1,397,440	1,293,033
Third party capital compensation				
Financial expenses	222,845	140,734	499,149	364,709
Foreign exchange losses	277,815	190,970	612,712	552,279
Losses on operations involving financial instruments, net	-	27,565	2,017	53,439
Rents	75,543	66,975	210,561	233,239
	576,203	426,244	1,324,439	1,203,666
Remuneration of own capital				
Income for the period attributable to the shareholders of the Group	314,405	232,837	922,791	674,510
Interests of non-controlling shareholders in retained earnings	11,617	4,402	26,259	16,730
	326,022	237,239	949,050	691,240
Value added distributed	1,670,803	1,514,485	4,813,781	4,508,233

Management’s notes are an integral part of the consolidated and combined financial statements.

1. Operating context

1.1 Raízen Group

The activities of the Raízen Group (the "Group") consist primarily of the following operations and companies:

(a) Raízen Energia S.A. and its controlled subsidiaries ("Raízen Energia" or "RESA")

RESA is a private limited liability company with its headquarters in the city and state of São Paulo, Brazil. RESA was incorporated on June 1st 2011, and is a joint venture controlled indirectly by Royal Dutch Shell ("Shell") and Cosan S.A. Indústria e Comércio ("Cosan"), Until November 30, 2012, RESA was a direct subsidiary of Raízen Energia Participações S.A. ("REPSA"), on which date there was a reverse takeover by RESA.

On October 21, 2013, RESA was registered with the Brazilian Securities Commission ("CVM"), as a private limited liability company, Category B, and was authorized to trade in its own securities on regulated securities markets, with the exception of shares, share deposit certificates or securities conferring the right to acquire such securities upon conversion or the exercise of their inherent rights.

The principal business activity of RESA is the production and domestic and international trading of sugar and ethanol, through its controlled companies Raízen Trading LLP and Raízen International Universal Corporation, and the co-generation of energy produced from sugarcane bagasse in its 24 power plants, which are located in the central southern region of Brazil.

The planting of sugarcane requires a period of from 12 to 18 months for the crop to ripen. The harvest starts in the months of April or May each year and generally ends in November or December, at which time sugar and ethanol are produced. The sale of the produce occurs throughout the year and does not suffer variations due to seasonality, but only variations in market supply and demand. Due to its production cycle, the fiscal year of RESA, RCSA and the Raízen Group starts on April 1st and ends on March 31 each year.

Corporate restructuring during the nine month period ended December 31, 2014

In June 2014 RESA and its subsidiaries were subject to corporate restructuring, which resulted in the formation of ten new UTEs. RESA and its subsidiaries carried out a capital increase in its net assets related to the activity of co-generation of electricity for ten of these new companies.

On October 30, 2014, the Company approved the operation whereby Terminal Exportador de Álcool de Santos Ltda.("TEAS") incorporated in reverse into Curupay Agroenergia Ltda. ("Curupay") through the capital contribution made by RESA to Curupay, concentrate, in this last 100% interest in the capital of TEAS.

The updated consolidation basis of RESA and the details of the corporate restructuring are presented in Notes 2.2 and 11, respectively.

(b) Raízen Combustíveis S.A. and its subsidiaries ("Raízen Combustíveis" or "RCSA")

RCSA is a privately held company headquartered in the city and state of Rio de Janeiro, Brazil. RCSA is indirectly jointly controlled by Shell and Cosan.

The main business activities of RCSA are: (i) distributing oil and ethanol byproducts and other hydrocarbon fluids and their sub-byproducts, mainly under the Shell brand, (ii) selling natural gas and operating as sales representative with respect to the sale of lubricants through gas stations, (iii) purchasing and selling products and goods for sale in convenience stores, (iv) importing and exporting the aforementioned products, and (v) holding interests in other companies.

Corporate restructuring of the nine-month period ended December 31, 2014

On December 30, 2014, the Private Instrument of First Amendment to the Articles of Association of Saturno Investimentos Imobiliários Ltda. ("Saturno"), approved new capital contribution amounting to R$ 160,955, fully subscribed and paid by RCSA in the form of real estate contributions, including the capital gains associated with the assets. The updated consolidation basis of RCSA and the details of the corporate restructuring are presented in Notes 2.2 and 11, respectively.

(c) Other information

The synergy between Raízen Energia and Raízen Combustíveis means that the Raízen Group occupies a unique position in the Brazilian market. The two companies actively support each other, and therefore it is essential to present a consolidated and combined business, so that the market is able to see the Group as a whole.

Although not established as a group, as set forth in Article 265 of the Brazilian Corporate Law, the Raízen Group companies present consolidated and combined annual financial statements so as to present information that better reflects the gross generation of cash from its operating activities.

The consolidated and combined financial statements of Raízen Group are the responsibility of the Management of the companies that are part of the combination, and are being presented exclusively for the purpose of providing, in a single financial statement, information on all the activities of the Raízen Group, independently of its legal corporate structure.

The issue of the consolidated and combined financial information was authorized by the Board on February 11, 2015.

2. Significant accounting policies

2.1 Basis of preparation

The consolidated and combined financial information has been prepared in accordance with the accounting practices adopted in Brazil, including the pronouncements of the Accounting Pronouncements Committee ("CPC"), in particular CPC 21 – "Interim Statements" and CPC 44 – "Combined Financial Statements".

The consolidated and combined financial information has been prepared consistently and in accordance with the same accounting policies as the statements as at March 31, 2014, and should be read in conjunction with them.

Notes to the March 31, 2014, financial statements which have not changed significantly or which contained irrelevant information are not shown in full in this consolidated and combined financial information.

a) Combination criterion

These consolidated and combined financial information include the following companies:

- Raízen Energia S.A. and its subsidiaries
- Raízen Combustíveis S.A. and its subsidiaries

The following items were eliminated in the combination: balances receivable and payable, revenue, expenses and unrealized earnings arising from transactions between these companies.

Combined companies do not operate as a single legal entity, their combined financial information does not necessarily provide indicators of the current or future profit or loss that would have been earned had these combined companies been operating as one single legal entity. Therefore, the consolidated and combined financial statements should not be used as a basis for the calculation of dividends or taxes, or for any other corporate or statutory purposes.

Below we present a breakdown of the assets and shareholders' equity for the nine month periods ended December 31 and March 31, 2014, and the income for the nine month periods ended, and other comprehensive income as at, December 31, 2014 and 2013, of the companies comprising the consolidated and combined financial information, and the respective consolidated and combined balances, not including related party transactions:

	Total assets		Total shareholders equity	
	December 31, 2014	March 31, 2014	December 31, 2014	March 31, 2014
Raízen Energia	21,660,298	17,872,223	6,675,712	6,644,509
Raízen Combustíveis	10,175,886	8,432,277	4,412,083	4,337,358
	31,836,184	26,304,500	11,087,795	10,981,867
Elimination of receivables from commercial transactions	(2,932,489)	(593,444)	-	-
Combined and consolidated balances	28,903,695	25,711,056	11,087,795	10,981,867

	Net income (loss) for the period				Other comprehensive income			
	Oct-Dec / 2014	Apr-Dec/ 2014	Oct-Dec/ 2013	Apr-Dec/ 2013	Oct-Dec/ 2014	Apr-Dec/ 2014	Oct-Dec/ 2014	Apr-Dec/ 2013
Raízen Energia S.A. and subsidiaries	(87,459)	58,446	(115,370)	(106,619)	(96,185)	40,393	(35,849)	(112,895)
Raízen Combustíveis S.A. and subsidiaries	413,481	890,604	352,609	797,859	413,061	890,184	352,609	797,535
Combined and consolidated income	326,022	949,050	237,239	691,240	316,876	930,577	316,760	684,640

Consolidated and combined financial information is a single set of information for two or more entities under common control. RESA and RCSA have used the definition of control given in technical pronouncement CPC 44 – "Combined Statements", as well as with CPC 36 – "Consolidated Statements", in order to assess the existence of common control and also as the basis for the consolidation procedures, as mentioned in Note 2.2.

b) Measuring basis

The consolidated and combined financial information has been prepared using historical costs as a basis, except, when applicable, for the valuation of certain assets and liabilities, such as financial instruments (including derivatives), agricultural products, and biological assets, which are measured at fair value.

c) Functional and presentation currencies

This consolidated and combined financial information are presented in Brazilian Reais, which is the Group's functional currency. The financial information of each subsidiary included in the combination and those used as the bases for valuing investments using the equity accounting method are prepared using the functional currency of each company. For subsidiaries located abroad, assets and liabilities have been translated into Reais using the exchange rate as at the balance sheet date, while income has been assessed using the monthly rate. The effects of this currency translation are recorded in the shareholders' equity of each such subsidiary.

d) Judgments, estimates and significant accounting assumptions

The preparation of combined and consolidated finacial information requires Management to make judgments and estimates and to adopt premises that affect the recorded amounts of revenue, expenses, assets and liabilities as at the base date of the financial statements. These estimates and premises are continuously reviewed. Reviews of accounting estimates are recognized in the period in which the estimates are reviewed and in any future periods affected.

If there is a significant change in the facts or circumstances on the basis of which the estimates and assumptions used are based, this may have a material impact on the Group's results and financial condition.

During the nine month period ended December 31, 2014, the material accounting estimates and premises are the same as those used for the preparation of annual financial statements for the year ended March 31, 2014.

2.2 Consolidation basis

The combined and consolidated financial information is included in the quarterly information of RCSA and its subsidiaries, and of RESA and its subsidiaries. The direct and indirect subsidiaries of RCSA and RESA are listed below:

Raízen Combustíveis	Direct and indirect interests	
	December 31, 2014	March 31, 2014
Blueway Trading Importação e Exportação Ltda.	100%	100%
Raízen Fuels Finance Limited.	100%	100%
Sampras Participações Ltda.	100%	100%
Raízen Mime Combustíveis S.A. (Note 11.b.iv)	76%	76%
Petróleo Sabbá S.A.	80%	80%
Saturno Investimentos Imobiliários Ltda.	100%	-

Raízen Energia	Direct and indirect interests	
	December 31, 2014	March 31, 2014
Agrícola Ponte Alta Ltda.	100%	100%
Agropecuária Santa Hermínia Ltda.	100%	100%
América Trading Investments	100%	100%
Benálcool Açúcar e Álcool Ltda.	100%	100%
Bioenergia Araraquara Ltda. (Notes 1 and 11)	100%	-
Bioenergia Barra Ltda. (Notes 1 and 11)	100%	-
Bioenergia Caarapó Ltda. (Notes 1 and 11)	100%	-
Bioenergia Costa Pinto Ltda. (Notes 1 and 11)	100%	-
Bioenergia Gasa Ltda. (Notes 1 and 11)	100%	-
Bioenergia Jataí Ltda.	100%	-
Bioenergia Maracaí Ltda. (Notes 1 and 11)	100%	-
Bioenergia Rafard Ltda. (Notes 1 and 11)	100%	-
Bioenergia Serra Ltda. (Notes 1 and 11)	100%	-
Bioenergia Tarumã Ltda. (Notes 1 and 11)	100%	-
Bioenergia Univalem Ltda. (Notes 1 and 11)	100%	-
Curupay Agroenergia Ltda.(i)	-	100%
Houghton Venture Capital Ltd.	100%	100%
Raízen Araraquara Açúcar e Álcool Ltda.	100%	100%
Raízen Asia PT Ltd.	100%	100%
Raízen Biotecnologia S.A.	100%	100%
Raízen Caarapó Açúcar e Álcool Ltda.	100%	100%
Raízen Cayman Limited	100%	100%
Raízen Centroeste Açúcar e Álcool Ltda. (ii)	100%	100%
Raízen Energy Finance Ltd.	100%	100%
Raízen International Universal Corp.	100%	100%
Raízen North América. Inc.	100%	100%
Raízen Paraguaçú Ltda.	100%	100%
Raízen Tarumã Ltda.	100%	100%
Raízen Trading LLP	100%	100%
TEAS Terminal Exportador de Álcool de Santos Ltda.	100%	100%

(i) Company incorporated in reverse by TEAS on October 30, 2014 (Note 11.b.v); and,

(ii) Previously called Raízen Centroeste Açúcar e Álcool Centroeste Ltda.

2.3 Summary of significant accounting policies

The accounting practices and calculation methods used in preparing this consolidated and combined financial information are the same as those used to prepare the annual Raízen Group financial statements for the reporting period ended March 31, 2014.

3. Cash and cash equivalents

	December 31, 2014	March 31, 2014
Cash and bank accounts	439,375	474,475
Amounts pending foreign exchange closing (1)	11,628	208,447
Financial investments:		
Investment funds (2)	727,513	623,693
Certificates of bank deposits ("CDBs") (3)	1,477,977	1,029,195
Other investments	160,927	1,811
	2,817,420	2,337,621
Domestic	2,329,258	1,992,905
Abroad	488,162	344,716
	2,817,420	2,337,621

(1) Amounts pending closing exchange rates are the same modalities of amounts disclosed in the annual financial statements as at March 31, 2014.

(2) These amounts correspond to investments in fixedrates management by main financial institutions, which are managed by quotas with daily earnings and are available for immediate redemption without any relevant changes in value. As at December 31, 2014, the average remuneration of such funds was equivalent to 99.9% of the Interbank Deposit Certificate ("CDI") rate (100.9% as at March 31, 2014).

(3) These are financial investments in CDB-type fixed income securities on a buyback basis, with *top tier* financial institutions, remunerated at an average rate of 102.0% of the CDI rate (102.1% in 2014), available for immediate redemption and without expectation of relevant changes in value.

4. Restricted cash

	December 31, 2014	March 31, 2014
Financial investments linked to financing	77,056	71,088
Financial investments related the transactions involving derivatives	66,615	61,826
Margin on transactions involving derivatives (i)	59,453	171,668
	203,124	304,582

(i) On December 31 and March 31, 2014, includes balances in foreign currency (US$) of R$ 28,709 and R$ 118,889, respectively.

The modalities of restricted cash are the same as those disclosed in the annual financial statements as at March 31, 2014, and there were changes in the procedures for recognition, measurement and in the accounting records, and did not change the credit risk on these balances.

5. Trade notes receivable

	December 31, 2014	March 31, 2014
Accounts receivable – Domestic	2,084,858	1,421,582
Accounts receivable – Abroad	288,212	165,500
Financing provided to customers (i)	353,619	363,472
Provision for doubtful accounts	(185,611)	(174,649)
	2,541,078	1,775,905
Current	(2,285,520)	(1,546,836)
Non-current	255,558	229,069

(i) Financing provided to customers refers to installment payments for past-due debts and sales of properties, as well as financing with the primary purpose of implementing or modernizing gas stations, using collaterals, pledges and guarantees. Financial charges and amortization terms are set forth in agreements and defined based on the financial and economic analysis of each transaction.

The maximum exposure to credit risk as at the balance sheet date is the book value of each class of trade account receivables mentioned above. The Group does not keep any bonds as guarantees of trade notes receivable.

The following is a breakdown of the maturities of trade accounts receivable:

	December 31, 2014	March 31, 2014
To become payable	2,043,825	1,635,805
Overdue:		
Up to 30 days	389,735	52,834
From 31 to 90 days	29,445	29,816
Over 90 days	263,684	232,099
	2,726,689	1,950,554

The Group has security guarantees, such as, pledges and credit letters, on securities overdue and not provisioned.

The activity in the provision for doubtful accounts is presented as follows:

As at March 31, 2014	(174,649)
Provision	(26,653)
Reversal (1)	15,691
As at December 31, 2014	(185,611)

(1) Reversals occurs, mainly, when there is definitive securities write- off for losses or though receiving of securities.

6. Recoverable taxes and contributions

	December 31, 2014	March 31, 2014
Value Added Tax on Sales and Services ("ICMS") (a)	641,166	515,363
Excise Tax ("IPI")	10,633	9,350
Social Contribution on Billings ("COFINS")	75,077	48,591
Employees' Profit Participation Program ("PIS")	19,259	23,477
Special Regime for Reintegration of Tax Values ("Reintegra") (i)	25,932	-
Others	3,405	1,788
Provision for tax losses (ii)	(44,704)	(44,704)
	730,768	553,865
Current	(387,197)	(291,310)
Non-current	343,571	262,555

(i) The Reintegra credit established by Law No. 12546 of December 14, 2011, regulated by Decree No. 8304 of September 12, 2014, aims to return part or all of the remaining tax in the production chain of exported goods.

The credit is calculated by applying the percentage of 3% of the gross revenue from October 2014, due to certain industrial products, as per MF Ordinance No. 428 of September 30, 2014.

The credits are recorded in current assets and management expects to offset operations and current activities of RESA and subsidiaries.

(ii) During the period ended on December 31, 2014, there was no activity relating to the provision for tax losses.

The balances of taxes recoverable arise from trading operations and from advances, adjusted to present value when applicable (credits for purchases of property, plant and equipment).

The ICMS balance is composed as follows:

	December 31, 2014	March 31, 2014
Reimbursement of ICMS (1)	331,282	233,430
Recoverable ICMS	238,427	209,580
ICMS credits derived from the acquisition of property, plant and equipment	71,457	72,353
	641,166	515,363
Current	(252,886)	(208,103)
Non-current	388,280	307,260

(1) Reimbursements of ICMS derive from inter-state transactions related to the distribution of oil derivatives where the tax levies of the destination state are lower than those withheld by suppliers, provided by Agreement 110/07. The method for reimbursement is through the formalization process from states where, after deferment of the requirement, the payment is effected through a tax replacement, in case of refinery, by crediting the bank account.

(a) ICMS

In order to utilize ICMS credit balances, the Group is internally reviewing certain activities, in particular the logistical review of transactions with changes in supply centers. Additionally, there are requests for special tax regimes pending before the respective state tax authorities, requests for authorization for the transfer of balances between branches within the same state, and an analysis of the sale of credits to third parties . The balance of recoverable ICMS included in this consolidated and combined financial statement reflects the amount the Group expects to realize, less the allowance for losses on credits Management does not expect to realize.

7. Inventories

	December 31, 2014	March 31, 2014
Finished products:		
Ethanol	1,308,304	305,922
Sugar	999,003	49,743
Diesel	527,028	335,362
Gasoline	365,119	342,065
Fuel for jets (Jet A-1)	102,279	105,576
Fuel oil	11,547	6,071
Aviation gasoline	4,684	2,777
Kerosene	2,356	839
Advances to suppliers and finished product	29,926	78,138
Spare parts and others	194,166	176,725
Products in progress	7,640	6,078
Fair value of sugarcane harvest (agricultural product)	(136,668)	(8,443)
Provision for inventory realization and obsolescence	(17,908)	(10,177)
	3,397,476	1,390,676

The increase in inventories of finished products on December 31, 2014 compared to March 31, 2014, reflects the increase in volume due to the development of the crop of sugar cane. The inventory will be mainly carried out during the off-season, that is January to April of each year, in line with RESA's commercial strategy.

The cost of inventories is recognized in the statement of income for the nine month period ended December 31, 2014, under cost of products sold and services provided amounting to R$ 45,133,537 (R$ 39,783,563 in the nine month period ended December 31, 2013).

As at December 31, 2014, the balances of inventories include depreciation and amortization amounting to R$ 642,817 (R$ 60,305 as at March 31, 2014).

The changes in the provision for inventory losses and allowance for obsolete inventories are as follow:

As at March 31, 2014	(10,177)
Provision	(8,985)
Reversal	1,254
As at December 31, 2014	(17,908)

8. Advances to suppliers

	December 31, 2014	March 31, 2014
Sugarcane	178,365	248,463
Materials and services	7,924	4,590
(-) Allowance for losses	(19,480)	(18,343)
	166,809	234,710
Current	(55,273)	(212,869)
Non-current	111,536	21,841

Advances to sugarcane suppliers represent amounts granted by the Group on the date of signature of sugarcane supply agreements, and any corresponding addenda to the agreements, which are then amortized as sugarcane supplies are received. According to the estimates of the amounts of sugarcane to be delivered by the suppliers, these balances will be settled during the next 12 harvests.

The allowance for losses relates to advances made which the Group does not expect to recover.

There was no significant change in the allowance for losses in the period ended December 31, 2014.

9. Other financial assets

	December 31, 2014	March 31, 2014
Credits from action for damages (1)	472,495	469,580
National Treasury Certificate – CTN (2)	478,294	434,366
Stock investment (3)	37,305	-
Other	1	1
	988,095	903,947
Current	(49,697)	(13,267)
Non-current	938,398	890,680

(1) On February 28, 2007, the RESA recognized a gain of R$ 318,358 corresponding to a lawsuit brought by RESA against the Brazilian government, in which the Group claimed an indemnity because the prices of its products were, at a time in which the sector was subject to governmental control, set by mandate in a manner inconsistent with the economic conditions of the sector.

The final and unappeallable decision was favorable to RESA, and the aforementioned gain was recorded in the profit or loss for that year, as a balancing item to non-current assets, under "other financial assets". RESA is awaiting a final ruling on the manner of payment, which should be in the form of payment writs receivable over up to ten years. As at December 31, 2014, the adjusted balance of this indemnity amounted to R$ 385,754 (R$ 376,713 as at March 31, 2014).

On December 2013, the RESA acknowledged a new indemnity related to a lawsuit brought against the Brazilian government by Destilaria Vale do Tiete S.A. ("Destivale"), which was succeeded by RESA, amounting to R$ 122,127. The final and unappeallable decision was favorable to RESA, and will be settled in ten annual installments. On January 15, and August 15, 2014, RESA received from the Brazilian government installments of the aforesaid indemnity amounting to R$ 32,391 and R$ 13,230, respectively, which was fully reimbursed to Cosan. As at December 31, 2014, the balance of this indemnity recognized in December, 2013, monetarily adjusted and classified in current and non-current assets, totaled R$ 12,392 and R$ 74,349 (R$ 13,267 and R$ 79,600 as at March 31, 2014), respectively.

These credits did not form part of the net assets contributed by Cosan to the formation of the RAÍZEN Group. Therefore, RESA recorded a liability for the same amount, classified in current and non-current liabilities, under the heading "related parties", since it intends to repay these credits to Cosan in full when they are effectively received (Note 10). Consequently, this transaction has not and will not have any impact on RESA's results.

(2) Corresponds to government securities issued by the Brazilian Treasury under the Special Agricultural Securitization Program ("PESA"), for an original period of 20 years, given as guarantee for the PESA financing program (Note 16). The yield on these securities is the IGPM variation plus annual interest of 12%, which may be capitalized. The value of these securities at maturity will be equivalent to the principal amount of the PESA debt then owing. If the debt is paid early, the RESA may hold those securities in the portfolio until maturity or apply for redemption.

(3) Corresponds to financial assets measured at fair value through profit or loss resulting from the value of shares held by RESA in the capital of Codexis, previously valued using the equity method (Note 11), with a balance transferred of R$ 8,147. During the quarter ended December 31, 2014, RESA recognized gains in the fair value of shares amounting to R$ 29,158 recorded in the income statement under "Other operating income, net" (Note 24).

10. Related parties

a) Summary of balances and transactions with related parties

	December 31, 2014	March 31, 2014
Assets		
Cosan S.A. Indústria e Comércio (1)	471,733	977,467
Shell Brazil Holding B.V. (2)	503,944	473,998
Shell Aviation Limited (3)	109,137	111,676
Shell Brasil Petróleo Ltda. (4)	40,232	20,680
Other	143,361	79,567
Total assets	1,268,407	1,663,388
Current assets	(522,530)	(352,540)
Non-current assets	745,877	1,310,848

	December 31, 2014	March 31, 2014
Liabilities		
Cosan S.A. Indústria e Comércio (1)	793,278	961,363
Shell Brazil Holding B.V. (2)	274,109	423,433
Shell Brasil Petróleo Ltda. (4)	45,790	32,330
Other	91,813	36,342
Total liabilities	1,204,990	1,453,468
Current liabilities	(188,461)	(204,119)
Non-current liabilities	1,016,529	1,249,349

	Oct-Dec/2014	Oct-Dec/2013	Apr-Dec/2014	Apr-Dec/2013
Product sales (a)				
Shell Aviation Limited	325,104	308,427	983,055	894,380
Shell Western Supply and Trading	-	-	139,470	177,336
Grupo Agricopel	101,663	101,298	310,937	284,698
Other	440	1,513	1,629	2,193
	427,207	411,238	1,435,091	1,358,607
Purchases of goods(a)				
Grupo Rumo	(75,142)	(60,078)	(205,372)	(279,387)
Nova América Agrícola Ltda.	(33,388)	(40,870)	(120,017)	(117,718)
Agroterenas S.A.	(40,174)	(47,727)	(139,681)	(138,816)
Grupo Agricopel	(8,597	(4,681	(16,674	(14,075
Nova América Agrícola Caarapó Ltda.	(35,287)	(22,773)	(76,289)	(68,463)
Cosan Lubrificantes e Especilidades	(3,222)	(4,987)	(14,410)	(18,252)
	(195,810)	(181,116)	(572,443)	(636,711)
Recharge of shared expenses (b)				
Cosan Lubrificantes e Especialidades S.A.	947	1,287	3,232	3,654
Companhia de Gás de São Paulo	6,837	-	16,788	-
Cosan S.A. Indústria e Comércio	1,324	868	3,286	2,660
Grupo Rumo	1,263	1,419	3,937	4,207
Other	478	467	1,313	1,182
	10,849	4,041	28,556	11,703
Leases of land (c)				
Grupo Aguassanta	(7,920)	(7,102)	(24,727)	(21,435)
Grupo Radar	(14,094)	(13,346)	(43,094)	(43,995)
	(22,014)	(20,448)	(67,821)	(65,430)
Financial revenue (expenses) (d)				
Agroterenas S.A.	647	322	1,789	615
Shell Brazil Holding B.V.	-	-	-	12,516
Shell Finance B.V.	(1,604)	(1,193)	(4,128)	(3,000)
Nova América Agrícola Caarapó Ltda.	1,707	672	3,274	672
Other	(711)	(379)	(2,000)	(1,477)
	39	(578)	(1,065)	9,326
Revenue from services (e)				
Shell Brasil Petróleo Ltda.	11,286	(6,763)	34,013	15,809
	11,286	(6,763)	34,013	15,809
Expenses from services (f)				
Shell International Petroleum	(934)	(1,516)	(2,692)	(2,604)
Shell Aviation Limited	(697)	220	(983)	(477)
Shell Brasil Petróleo	(1,893)	(2,147)	(3,230)	(6,275)
	(3,524)	(3,443)	(6,905)	(9,356)

(a) Product and service purchase and sale transactions are conducted based on the terms and conditions agreed between the parties.
(b) Refers to the share of corporate, managerial and operational costs recharged from related parties.
(c) Refers to expenses for the leasing of land from related parties outside of the RAÍZEN Group.
(d) Refers to the commission expenses on available credit lines and updated balances of advances granted for the financing of sugar cane crops.
(e) Refers to the commission on sales of lubricants.
(f) Refers to expenses for technical support, billing and collections processes for maintenance, commission on the sale of JET and expenses related to secondees.

(1) Cosan S.A. Indústria e Comércio

As at December 31, 2014, the amount recorded in current assets refers to amounts spent or payable or to be paid, fully redeemable, in respect to the formation of the Group, of the following kinds: (i) reimbursements of payments in installments of tax debits payable (Refis IV), and other installments, amounting to R$ 169,098 (R$ 65,326 as of March 31, 2014) (Note 17), (ii) reimbursements of legal and administrative expenses amounting to R$ 22,651 (R$ 8,804 as of March 31, 2014), (iii) reimbursements of expenses of judicial deposits amounting to R$ 42,364 (R$ 31,012 as at March 31, 2014), (iv) reimbursements of expenses related to legal claims amounting to R$ 41,556 (R$ 13,408 as of March 31, 2014), and, (v) reimbursements of expenses related to Safety, Health and the Environment ("SSMA") and other costs amounting to R$ 1,574 (R$ 1,021 as of March 31, 2014).

The balance of R$ 8,427 as at March 31, 2014, refers to capital increase effected by Cosan, and was received in full on May, 2, 2014.

In addition, the remaining balance receivable from Cosan represents debit notes for shared expenses amounting to R$ 6,787 (R$ 7,124 as at March 31, 2014).

The amount recorded in non-current assets refers, mainly, to preexisting liabilities in RESA before the formation of the Group, which shall be paid in full by Cosan, when effectively paid, derived from: (i) provision for legal claims amounting to R$ 170,806 (R$ 196,958 as at March 31, 2014) (Note 19), (ii) installments of tax debits payable (Refis IV) and other installments, amounting to R$1,904 (R$ 632,218 as at March 31, 2014) (Note 17), and, (iii) other reimbursable liabilities amounting to R$ 14,993 (R$ 13,169 as at March 31, 2014).

The reduction of R$ 525,989 in the consolidated receivables (current and non-current) related to the installments of the tax debts payable (Refis IV) before the formation of the Group has been substantially carried out in the period, due to the accession of Cosan, following Cosan's accession to the tax debt settlement program of the Federal Revenue Service ("SRF"), Law No. 13043. Details are described in Note 17.

As at December 31, 2014, the amount of R$ 42,837 recorded in current liabilities refers mainly to the portion reimbursable to Cosan arising from the receipt for Destivale's indemnity actions amounting to R$ 12,392 (R$ 13,267 as at March 31, 2014) (Note 9), and the remaining balance of R$ 30,445 (R$ 23,424 as at March 31, 2014) corresponds to notes related to debts and other operations, as well as certain financial transfers resulting from the formation of the Group.

The amount registered in non-current liabilities refers to credits on actions for indemnity and judicial deposits amounting to R$ 460,103 (R$ 456,313 as at March 31, 2014) (Note 9) and R$ 170,228 (R$ 177,368 as at March 31, 2014) (Note 19), respectively, which existed before the Group was formed, and are to be reimbursed to Cosan when actually paid, since they were not contributed by Cosan to the establishment of the Group.

Preferred shares payable – Cosan

The preferred shares to pay, which is recorded in noncurrent liabilities refers to the amount of tax benefits to be reimbursed to Cosan, when effectively utilized by RESA and RCSA, determined based on the balance of tax losses, the negative basis of social contribution ("NOL") and the tax benefit on goodwill amortization ("GW"). The payment will be made through the distribution by RESA of unique dividends to holders of Class B preferred shares (Note 21.a). Currently, only Cosan holds this class of shares.

On March 31, 2014, RESA proposed to pay dividends to holders of Class B preferred shares amounting to R$ 43,636, corresponding to the partial use of the tax benefit for the fiscal year then ended.

Additionally, as at March 31, 2014, RESA had reviewed the balances of preferred shares and determined a decrease of R$ 11,812 in the obligation to Cosan, by virtue of certain tax benefits that will not be used by RESA.

At the Annual General Meeting held on July 28, 2014, the Company's shareholders resolved and approved payments amounting to R$ 42,381, or less than that declared on March 31, 2014, at R$ 1,255. RESA made payment in relation to these preferred shares on 29 July 2014. In the Annual General Meeting held on the same date, RCSA's shareholders approved the payment amounting to R$ 15,126.

During the quarter ended December 31, 2014, RESA joined the program for the settlement of debts in the SRF through the use of NOL (Note 17). Thus, RESA partially used the NOL balances owned by Cosan, arising prior to the formation of the Group, resulting in a decrease in the said preferred shares by the amount of R$ 157,010.

The amount used of Cosan property NOL credits was R$ 171,750, of which R$ 14,740 had not recognized preferred shares, as these credits were registered before the formation of the Group, due to the absence of probability of use at that time.

On December 31, 2014, the remaining balance of the Class B preferred shares payable to Cosan totaled R$ 120,110 (R$ 290,991 at 31 March, 2014).

(2) Shell Brazil Holding B.V. ("SBHBV")

The amounts recorded in current assets correspond to the amounts reimbursable to SBHBV, of which: (i) R$ 14,187 (R$ 13,103 as at March 31, 2014), refers to the provision for contingencies (Note 19), (ii) R$ 10,780 refers to reimbursements of expenditure on bank guarantees for lawsuits brought by the Group (R$ 15,473 as at March 31, 2014), (iii) R$ 3,061 refers to reimbursements of expenditure for SSMA (R$ 3,207 as at March 31, 2014), (iv) R$ 13,936 refers to reimbursements of expenditure on judicial deposits (R$ 11,822 as at March 31, 2014), (v) R$ 12,459 refers to reimbursements of expenditure on contingencies (R$ 4,347 as at March 31, 2014), (vi) R$ 3,230 refers to reimbursements of expenditure on attorneys' fees and court costs (R$ 7,162 as at March 31, 2014), and, (vii) R$ 639 refers to other reimbursable expenditure (R$ 655 as at March 31, 2014).

The amount recorded in non-current assets refers mainly to the provision for claims made by SBHBV to the Group, which should be fully reimbursed to the Group, when effectively paid, amounting to R$ 445,652 (R$ 418,229 as at March 31, 2014) (Note 19).

The amount recorded in current liabilities corresponds principally to: (i) tax credits amounting to R$ 95,235 as at March 31, 2014, to be reimbursed to SBHBV when actually used by the Group, (ii) provision for losses on deposits for judicial amounting to R$ 880 (R$ 676 as at March 31, 2014) (Note 19), and (iii) other reimbursable expenses amounting to R$ 10,121 (R$ 9,582 as at March 31, 2014).

The amount recorded in non-current liabilities, mainly refers to: (i) provision for losses related to deposits amounting to R$ 18,632 (R$ 28,390 on March 31, 2014) (Note 19), and (ii) reimbursement of legal deposits amounting to R$ 33,641 (R$ 41,873 on March 31, 2014) (Note 19).

Preferred shares payable – Shell

The preferred shares recorded in non-current liabilities refer mainly to the amount of tax benefits reimbursable to Shell Brazil Holding B.V. when effectively utilized by the Group, amounting to R$ 207,297 (R$ 244,139 as at March 31, 2014) and of the same nature of those owed by RESA. The payment will be made through the distribution of exclusive dividends to the holders of Class C preferred shares (Nota 21.a). Currently only SBHBV holds this class of shares.

From the incorporation of Ispagnac Participações Ltda. ("IPL") by REPSA, and subsequently by the RESA, that occurred on November 30, 2012, Class C preferred shares that ensure an exclusive basis for Shell dividends amounting to R$ 3,538, through the use of tax credits by the RESA were issued to resource the current account that made those corporate assets (Note 21.a). The balances of R$ 932 and R$ 2,606 are classified as current and non-current liabilities respectively.

(3) Shell Aviation Limited

The amount in current assets of R$ 109,137 (R$ 111,676 as at March 31, 2014) refers to the sale of fuel made by RCSA in Brazil to Shell Aviation to supply foreign airlines.

(4) Shell Brasil Petróleo Ltda. ("SBPL")

The amount recorded in current assets refers mainly to: (i) liabilities contributed by SBPL to the formation of the Raízen Group which are to be reimbursed to RCSA in full, when actually paid, arising from the provision for judicial claims amounting to R$ 3,443 (R$ 2,299 as at March 31, 2014) (Note 19), (ii) reimbursement of costs incurred by RCSA for contingencies amounting to R$ 804 (R$ 96 as at March 31, 2014), (iii) costs of commercial operations of R$ 2,887 (R$ 4,348 as at March 31, 2014), and (iv) other expenses recoverable amounting to R$ 778 (R$ 490 on March 31, 2014).

The amount recorded in non-current assets refers to liabilities contributed by SBPL to the organization of the Raízen Group, which should be fully reimbursed to RCSA, when effectively paid, arising from the provision for claims amounting to R$ 32,320 (R$ 13,447 as at March 31, 2014) (Note 19).

The amount recorded in current liabilities refers mainly to: (i) tax credits amounting to R$ 6,270 (R$ 6,270 as at March 31, 2014) which will be reimbursed to the shareholder when effectively used by RCSA, (ii) provision return for payment of sales commissions amounting to lubricants of R$ 35,498 (R$ 16,187 as at March 31, 2014) which have been received in advance, and, (iii) other services and commercial transaction amounting to R$ 1.032 (R$ 2,639 as at March 31, 2014).

The amount of R$ 2,990 (R$ 7,234 on March 31, 2014) recorded in non-current liabilities refers to judicial deposits existing before the Group's organization, and judicial deposits incumbent upon the shareholders paid after the Group's organization which should be reimbursed when effectively realized (Note 19).

b) Officers and members of the Board of Directors

The total remuneration and benefits paid to Management's key personnel and officers, and members of the executive committee were as follow:

	Apr-Dec/2014	Apr-Dec/2013
Salary	31,985	27,794
Bonuses and other variable compensation	13,503	21,765
Total compensation	45,488	49,559

11 Investments

	Country	Business	Quantity of shares/quotas of investee (2	Quantity of shares/quotas of investing company (2)	Percentage of interest	Investments (1)		Equity accounting	
						December 31, 2014	March 31, 2014	Apr-Dec/2014	Apr-Dec/2013
Book value									
Centro de Tecnologia Canavieira S.A.	Brazil	R&D	718,132	150,305	20.93%	67,788	35,977	1,180	(3,669)
Codexis Inc. (6)	United States	R&D	-	-	-	-	13,734	(6,684)	(10,956)
Logum Logística S.A.	Brazil	Logistic	1,327,803,888	265,560,778	20%	67,071	49,496	(22,348)	(9,328)
Uniduto Logística S.A.	Brazil	Logistic	226,708,109	105,364,160	46.48%	29,580	20,285	(96)	(122)
Serviços e Tecnologia de Pagamentos S.A. (5)	Brazil	Collection system	22,297,600	2,229,760	10%	72,293	71,275	9,648	4,826
Subtotal						236,732	190,767	(18,300)	(19,249)
Goodwill on investment (4)									
At Uniduto Logística S.A.						5,676	5,676	-	-
At Centro de Tecnologia Canavieira S.A.						39,090	37,098	-	-
At Serviços e Tecnologia de Pagamentos S.A.						184,436	184,436	-	-
						229,202	227,210	-	-
Total of investment						465,934	417,977	(18,300)	(19,249)
Provision for capital deficiency in subsidiaries (3)									
Unimodal Ltda.	Brazil	Logistic	1,263	1,263	53.17%	(2,642)	(2,642)	-	-
Provision for subsidiary unsecured liabilities						(2,642)	(2,642)	-	-
								(18,300)	(19,249)

(1) Investments evaluated using the equity accounting method
(2) Shares/quotas in units
(3) Classified in non-current liabilities
(4) Goodwill on the acquisition of shares
(5) On December 31, 2014 includes the profit amount of net intangible assets of tax amounting to R$ 53,605. The amortization of profit classified as equity accounting amounted in the period ended on December 31, 2014, R$ 5,266 (zero for the nine month period ended December 31, 2013).
(6) Transfer to line Other financial assets (Note 9) due to loss of significant influence in Codexis, due to the resignation of the Group's representative on the Board of Directors of that Group and no contractual right to appoint another representative.

The following changes in investments in subsidiaries and affiliates took place, excluding the provision for unfunded liabilities:

Balance as at March 31, 2014	417,977
Equity accounting	(18,300)
Additions to investments (Note 11.c)	51,606
Dividends declared	(8,630)
Increase in capital through dilution of shareholding (Note 11.c.iii)	30,333
Transfer to other financial assets (Nota 9)	(8,147)
Other	1,095
Balance as at December 31, 2014	465,934

During the nine month period ended December 31, 2014 no movements occurred in the provision for negative equity in affiliates.

a) Summarized financial information of the investments:

i) The principal account headings of affiliates not included in the consolidation are as follow:

- As at December 31, 2014

	Logum Logística S.A.(1)/(2)	Uniduto Logística S.A.(1)/(2)	Centro de Tecnologia Canavieira S.A.(2)	Unimodal Ltda.(4)	Iogen Energy Corporation (3)	Services of Payment Technology (1)/(2)
Assets	2,076,763	63,657	454,628	-	51,654	1,241,223
Liabilities	(1,741,408)	(4)	(130,744)	3,602	(259,967)	(1,001,675)
Shareholders' equity	335,355	63,653	323,884	3,602	(208,313)	239,548
Net operating revenue	39,278	-	47,845	-	-	493,275
Net profit (loss) for the period	(111,750)	(210)	(3,237)	-	(13,376)	149,145

- As at March 31, 2014

	Logum Logística S.A.(1)/(2)	Uniduto Logística S.A.(1)/(2)	Codexis, Inc, (1)/(2)	Centro de Tecnologia Canavieira S.A.(2)	Unimodal Ltda	Iogen Energy Corporation (3)	Services and Payment Technologies (1)/(2)
Assets	1,752,011	43,650	137,839	271,262	1	45,765	960,034
Liabilities	(1,504,533)	(9)	(40,661)	(117,387)	(3,603)	(231,162)	(783,330)
Shareholders' equity	247,478	43,641	97,178	153,875	(3,602)	(185,397)	176,704
Net operating revenue	3,500	-	68,913	56,875	-	-	299,855
Net profit (loss) for the period	(117,148)	(395)	(89,165)	(910)	-	(1,904)	100,801

(1) The fiscal year of these affiliates ends on December 31 each year.
(2) The determination of significant influence in these companies was made on the basis that the Group has the right to appoint key personnel to manage them, as well as the right to decide on material strategic and operational matters.
(3) A jointly-controlled company with its fiscal year ending on August 31 of each year. The Group has not constituted a provision for unsecured liabilities and equity accounting losses, since it has no liability for constructive obligations (not formalized) to make payments on the account of this company, and,
(4) Year ended March 31 each year.

b) Business combination and corporate restructuring

i) Purchase of Latina Distribuidora de Petróleo Ltda. ("Latina") by RCSA

On April 1, 2014, RCSA purchased all of Latina's shares in circulation for R$ 178,336. The purpose of the acquisition was to extend the presence of the Shell brand and its products and services in the three states in the southern region, as well as to improve the efficiency of the Group's distribution logistics for the network of gas stations, principally in the interior of the state of Rio Grande do Sul.

The fair value of Latina's assets adquired and liabilities assumed on the acquisition date was as follows:

Line Items	Total
Cash and cash equivalents	592
Trade accounts receivable	49,648
Inventories	26,061
Advances to suppliers	10,443
Recoverable taxes	1,729
Court deposits	7,925
Deferred taxes (Note 18.c)	(16,926)
Other assets	41
Property, plant and equipment (Note 13)	27,660
Intangible assets (Note 14)	53,806
Suppliers	(13,515)
Loans	(22,994)
Provision for judicial claims (Note 19)	(10,649)
Wages and salaries payable	(1,103)
Income tax and social contribution payable	(1,481)
Other obligations	(3,333)
Net assets	107,904
(-) Consideration transferred, net of cash received	178,336
Final goodwill (Note 14)	70,432

ii) Purchase of Cerrado Açúcar e Álcool S.A. ("Cerrado") by RESA

On December 17, 2013, Raízen Energia acquired all the shares of Cerrado for R$ 47,500 plus the amount of R$ 1,403 of reimbursements by the 2014/2015 crop suppliers of advances paid in cash, resulting in preliminary goodwill of R$ 33,663 on this operation. This acquisition was made to increase the supply of sugar cane and to leverage the expected synergies with the RESA's existing operations.

During the quarter ended December 31, 2014, the allocation of the purchase price was concluded by the Management, based on the fair value of assets acquired and liabilities assumed as follows:

Line Items	Total
Biological assets	15,240
Consideration transferred, net of cash received	48,903
Preliminary goodwill	33,663
Leases (Note 14)	4,184
Paertnership contracts (Note 14)	8,119
Supply contracts (Note 14)	3,230
Deferred taxes on appreciation of assets (Note 18.c)	(6,530)
	9,003
Final goodwill (Note 14)	24,660

iii) Corporate restructuring involving liquid assets relating to electricity co-generation activity

As mentioned in Note 1, in June 2014, RESA and its subsidiaries underwent a corporate restructuring, during which eleven new thermoelectric companies ("UTEs") were created, with RESA and its subsidiaries paying in capital using liquid assets, related to the activity of co-generation of electricity. The details of this restructuring are described below.

On June 2, 2014, at a meeting of the partners, RESA and its subsidiaries Raízen Araraquara Açúcar and Álcool Ltda, ("Raízen Araraquara"), Raízen Tarumã Ltda, ("Raízen Tarumã") and Raízen Caarapó Açúcar and Álcool Ltda, ("Raízen Caarapó") approved a capital increase totalling R$ 573,077, which represent net assets from the electricity co-generation operations of nine UTEs. Details of the net assets contributed to these UTEs are given below:

Line Items	Total
Accounts receivable	25,339
Property, plant and equipment	575,773
Intangibles	4,596
Other assets	3,234
Suppliers	(2,546)
Prepaid revenue	(27,694)
Wages and salaries	(2,615)
Other liabilities	(3,010)
	573,077

These net assets were distributed among the nine UTEs, as presented below:

UTEs	Total
Bioenergia Costa Pinto Ltda.	121,058
Bioenergia Gasa Ltda.	100,674
Bioenergia Serra Ltda.	10,505
Bioenergia Rafard Ltda.	70,221
Bioenergia Univalem Ltda.	178,921
Bioenergia Maracaí Ltda.	19,440
Bioenergia Tarumã Ltda.	7,817
Bioenergia Caarapó Ltda.	53,837
Bioenergia Araraquara Ltda.	10,604
	573,077

On June 3, 2014, a meeting of the partners of RESA and its subsidiaries Raízen Araraquara, Raízen Tarumã and Raízen Caarapó approved a capital increase in Bioenergia Barra Ltda, ("Bio Barra") totalling R$ 363,178. These amounts correspond to net assets from the electricity cogeneration operations of three UTEs, the interests in the UTEs in respect of the aforementioned capital subscriptions which took place on June 2, 2014, and loans from BNDES. Details of the contributions to Bio Barra are as follow:

Line items	Total
Restricted cash	73,240
Accounts receivable	22,943
Related parties	2,100
Investments	622,714
Property, plant and equipment	680,809
Intangibles	4,074
Other assets	472
Loans and financing	(973,965)
Prepaid expenses	(5,435)
Wages and salaries	(904)
Deferred tax liability	(60,315)
Other obligations	(2,555)
	363,178

Additionally, on June 30, 2014, RESA's subsidiaries Raízen Caarapó, Raízen Tarumã and Raízen Araraquara reduced their capital by cancelling a portion of the shares held by the partners, at the amounts of R$ 36,385, R$ 49,006 and R$ 10,605, respectively, and assigning to RESA, in consideration for this capital reduction, shares of Bio Barra to the same values.

Upon completion of this transaction, RESA held a direct interest of 99.999% of the capital of Bio Barra, and the latter held a direct interest of 99.999% in the capital of the nine UTEs mentioned previously.

Such corporate restructuring produced no impact on the consolidated financial statements and combined, except for the reversal of deferred taxes on temporary differences in the amount of R$ 43,341, the fact UTEs be taxed on deemed income. See Note 18.a.

iv) Corporate restructuring involving liquid assets relating to real estate investment activity

On November 18, 2014 an Constitution Private Instrument Limited Companyapproved the establishment of Saturno Investimentos Imobiliários Ltda ("Saturno"), through a credit supply current accounts set up by RCSA and Sampras Participações Ltda., in the amounts of R$ 999.00 and R$ 1.00, respectively, fully paid in December 23, 2014.

On December 30, 2014 Saturno received a capital contribution made by RCSA through the contribution of properties of contribution to the book value, resulting in a contribuition of net assets of R$ 160,955, as detailed below:

Line items	Total
Fixed assets	182,014
Provision for tank removal	(1,378)
Deferred taxes	(19,681)
Net assets	160,955

Such corporate restructuring produced no impact on the consolidated financial statements and combined, except for the reversal of deferred taxes fair value on assets of RCSA, in the amount of R$ 24,502, the fact Saturn be taxed on deemed income. See Note 18.a.

v) Corporate restructuring regarding incorporation in reverse Curupay by TEAS

Capital reduction in Raízen Tarumã Ltda

On October 29, 2014 a reduction in the capital in the subsidiary of Raízen Tarumã was approved by RESA, through the cancellation of 419,595,977 shares amounting to R$ 419,596. RESA was reimbursed the amouting of R$ 400,000 on October 29, 2014, and received 23,999,999 shares issued by Curupay Agroenergia Ltda. ("Curupay") amounting to R$ 19,596, corresponding to a 100% equity interest in the share capital of that company.

Capital increase by RESA in Curupay

On October 30, 2014 RESA subscribed and paid in 48,554,683 shares in Curupay amounting to R$ 48,554, as follows: i) transfer all of the 26,318,238 shares issued by TEAS owned by RESA, corresponding to an equity interest of 66.67% of the share capital, amounting to R$ 40,288, totaling an interest of 100% in the capital of TEAS, ii) Goodwill arising from the acquisition of this invested amounting to R$ 7,301 received as part of the net assets contributed to the formation of Raízen Group, and, iii) Credit related parties amounting to R$ 965.

Reverse incorporation of Curupay by TEAS

Additionally, on October 30, 2014, RESA approved the reverse incorporation of Curupay by TEAS. As a result of this merger and considering that Curupay holds 100% of the share capital of TEAS, there was an increase in the Company capital through the issuance of 420,432 new shares amounting to R$ 421, net balance of R$ 60,429 related to the investment of Curupay in TEAS.

As a result of this operation and in accordance to the provisions introduced by ICPC 09 (R1) - Individual financial statements, separate statements, consolidated financial statements and application of the equity method, RESA set up a special reserve for reflex goodwill (Note 21), in R$ 4,486, equivalent to the tax benefit of 34% which will held the amortization of goodwill generated through the acquisition of TEAS shares, fully written off at the time of incorporation, recorded in this company as a deferred tax asset (Note 18.c).

Such corporate restructuring produced no impact on the consolidated financial statements and combined.

c) Transactions during the nine month period ended December 31, 2014

i) Capital increase in Logum Logística S.A. ("Logum")

On May 23, 2014, a Board meeting ("RCA") of the subsidiary Logum resolved to approve a capital increase in the company of R$ 81,230, through the issue of 231,830,850 new common shares. RESA subscribed for and paid in a total of R$ 16,246, corresponding to 46,366,170 common shares.

On the RCA of July 30, 2014, a capital increase in the company amounting to R$ 52,857 was discussed and approved, through the issuance of 155,644,876 new ordinary shares. The amount subscribed and paid by RESA in this operation totaled R$ 10,571, corresponding to 31,128,975 common shares.
On November 3, 2014, an RCA discussed and approved a capital increase amounting to R$ 65,527, through the issuance of 234,025,000 new ordinary shares. The amount subscribed and paid by RESA in this operation totaled R$ 13,105, corresponding to 46,805,000 common shares.

In these operations, there were no variation in the percentage of participation in the share capital of the investee, since all shareholders effected capital contributions in proportion to their share previously held.

ii) Capital increase in Uniduto Logística S.A. ("Uniduto")

On May 20, 2014, an RCA of the subsidiary Uniduto resolved to approve a capital increase in the company by R$ 8,573, through the issue of 30,303,995 new common shares, RESA subscribed for and paid in a total of R$ 3,891, corresponding to 14,085,297 common shares.

On July 31, 2014, in an RCA, the capital increase of the company amounting to R$ 5,286 was discussed and approved, through the issuance of 18,790,260 new ordinary shares. The amount subscribed by RESA and paid in this operation totaled R$ 2,457, corresponding to 8,732,904 common shares.

On November 3, 2014, an RCA discussed and approved a capital increase in the company amounting to R$ 6,553, through the issuance of 23,327,519 new ordinary shares. The amount subscribed by RESA and paid in this operation totaled R$ 3,045, corresponding to 10,842,631 common shares.

In these operations, there were no variation in the percentage of participation in the share capital of the investee, since all shareholders effected capital contributions in proportion to their share previously held.

iii) Capital increase in Centro de Tecnologia Canavieira S.A. ("CTC")

At the Extraordinary General Meeting held on July 10, 2014, the capital increase amounting to R$ 165,002 was discussed and approved by the shareholders of CTC, through the issuance of 83,741 new ordinary shares. The amount subscribed by RESA in this operation totaled R$ 4,579, corresponding to 2,324 shares, 50% of the subscribed amount of R$ 2,291 was paid on September 19, 2014 and the balance of 50% should be paid by March 31, 2015. As stipulated in the shareholders' agreement of CTC, in this operation RESA gave 90.9% of its rights to the preferential allocation of shares of CTC. Thus, its percentage interest in the capital went from 23.33% to 20.93%, generating a capital gain on the dilution of equity interest amounting to R$ 30,333, recorded in "Other operating income, net" (Note 24).

12. Biological assets

Changes in biological assets (sugarcane) are detailed below:

Balance as at March 31, 2014	2,036,693
Expenditure on plantations (1)	274,285
Expenditure on tracts of sugarcane (1)	466,498
Absorption of costs of sugarcane harvest	(959,134)
Changes in fair value	9,962
Balance as at December 31, 2014	1,828,304

(1) In the nine month period ended December 31, 2014, these costs included an amount of R$ 53,274 (R$ 49,371 as at December 31, 2013) for the depreciation of agricultural assets that represent part of the cost of biological assets.

Sugarcane plants

Planted areas refer only to sugarcane plantations, and not planted land. The following main assumptions were used during the calculation of the fair value by means of discounted cash flow (controlling company and consolidated):

	December 31, 2014	March 31, 2014
Harvest estimated area (hectare)	415,673	425,708
Productivity expected (tons per sugarcane, per hectare)	75.98	79.67
Amount of Total Recoverable Sugar ("TRS")(Kg)	134.28	134.14
Price per Kg of projected average TRS (R$/Kg)	0.49	0.49

Sugarcane production depends on the volume and content of sucrose of the sugarcane cultivated or supplied by farmers located close to Group's plants. The crop's yield and the sucrose content in the sugarcane depend primarily on weather conditions, such as the level of rain and temperature, which may vary.

Historically, weather conditions have caused volatility in the ethanol and sugar sectors and, consequently, in the results of RESA's operations. Weather conditions can reduce the volume of sugar and sugarcane obtained by RESA in a given period, or the sucrose content of the sugar cane. The annual harvest period of the sugarcane in the region begins between April and May and ends in November or December. This causes inventory fluctuations, whereby the level is normally high in November and December to cover sales in the off-season period (that is, from December to April).

13. Property, plant and equipment

	Land and rural properties	Buildings and improvements	Machinery, equipment and installations	Aircraft and vehicles	Furniture, utensils and computer equipment	Construction in progress	Parts and components to be periodically replaced	Other	Total
Cost or valuation:									
As at March 31, 2014	721,384	1,229,330	8,091,579	579,442	183,836	1,199,134	1,047,437	49,451	13,101,593
Additions	-	-	14,970	22	442	603,818	271,592	-	890,844
Business combinations (1)	62	478	27,120	-	-	-	-	-	27,660
Write- offs	(28,780)	(12,023)	(211,227)	(17,328)	(9,792)	-	-	-	(279,150)
Transfers (2)	10,608	88,978	661,076	73,141	22,622	(906,804)	-	605	(49,774)
Other	-	-	-	-	257	-	-	-	257
As at December 31, 2014	703,274	1,306,763	8,583,518	635,277	197,365	896,148	1,319,029	50,056	13,691,430
Depreciation:									
As at March 31, 2014	-	(377,412)	(2,703,373)	(259,000)	(119,227)	-	(553,340)	(23,190)	(4,035,542)
Depreciation for the period	-	(15,564)	(410,634)	(35,012)	(17,365)	-	(599,352)	(5,953)	(1,083,880)
Write- offs	-	8,341	191,932	17,077	8,102	-	-	-	225,452
Transfers (2)	-	(962)	28,604	315	3,805	-	-	-	31,762
As at December 31, 2014	-	(385,597)	(2,893,471)	(276,620)	(124,685)	-	(1,152,692)	(29,143)	(4,862,208)
Residual value, net:									
As at December 31, 2014	703,274	921,166	5,690,047	358,657	72,680	896,148	166,337	20,913	8,829,222
As at March 31, 2014	721,384	851,918	5,388,206	320,442	64,609	1,199,134	494,097	26,261	9,066,051

(1) The book value of property, plant and equipment related to business combination in the acquisition of Latina (Note 11.b.i).

(2) Includes the transfer of current assets amounting to R$ 8,771, related to non-recoverable ICMS credits and the transfer of intangible assets, amounting to R$ 26,783, correspondent to software licenses.

Construction in progress

The balances of construction in progress refer mainly to:

- The vinasse concentration project,
- Investments in sugarcane milling growth,
- The cut sugarcane reception project and straw separation for power co-generation,
- The installation of tanks to expand ethanol storage capacity,
- Investments in industrial maintenance and improvements, agricultural automation, SSMA and administrative investments,
- Projects for the construction of new fuel distribution terminals and expansion, and the modernization of existing terminals,
- Investments in Shell-branded gas stations, such as replacing fuel pumps, ensuring environmental adequacy, image refurbishement, refurbishing and restoring convenience stores, purchasing furniture and equipment and installing it in convenience stores,
- Investments in major customers (B2B) such as the purchase and installation of equipment, and the installation of supply stations for these major customers, and,
- Investments in airports where RCSA distributes fuel, such as the purchase of supply vehicles, the expansion of hydrant and supply point networks, the installation of infrastructure for new airports, and the modernization and improvement of existing airports.

Capitalization of loan costs

In the nine month period ended December 31, 2014, loan costs of capitalized loans in the Group amounted to R$ 29,945 (R$ 47,958 for the nine month period ended December 31, 2013). The weighted average rate of financial charges on debt, used to capitalize interest on the balance of construction in progress, was 2.65% in 2014 (4.70% as at December 31, 2013).

Finance leases

On December 31, 2014, the class of property, plant and equipment relating to aircraft includes net residual values of R$ 5,936 (R$ 6,662 on March 31, 2014), for which RESA is the lessee in a financial leasing operation.

Property, plant and equipment pledged

As at December 31, 2014, loans and financing were secured by land, buildings and machinery of R$ 1,971,001 (R$ 2,291,344 as at March 31, 2014).

14. Intangibles

	Software licenses (3)	Goodwill	Trademarks	Agricultural partnership agreement	Sugarcane supply agreements	Contractual relationship with customers	Rights of exclusivity of supply	Right to use public concessions	Technology (4)	Other (1)	Total
Cost or valuation:											
As at March 31, 2014	277,314	1,915,811	529,862	6,107	178,286	319,402	1,709,793	12,543	234,936	27,247	5,211,301
Additions	6,863	-	-	-	-	-	357,457	-	-	-	364,320
Business combinations (Note 11.b.i)	-	70,432	7,301	-	-	43,432	3,073	-	-	-	124,238
Final allocation of the acquisition of Cerrado (Note 11.b.ii)	-	(9,003)	-	12,303	3,230	-	-	-	-	-	6,530
Write- offs	(478)	(7,301)	(4,823)	-	-	-	-	(2)	-	-	(12,604)
Transfers (2)	31,129	-	-	-	-	-	-	-	-	-	31,129
Provision for losses (5)	-	-	-	-	-	-	-	-	(44,639)	-	(44,639)
Other	-	-	-	-	-	-	-	-	-	1,607	1,607
As at December 31, 2014	314,828	1,969,939	532,340	18,410	181,516	362,834	2,070,323	12,541	190,297	28,854	5,681,882
Amortization:											
As at March 31, 2014	(197,570)	(431,380)	(157,960)	(1,759)	(44,236)	(38,638)	(710,339)	(3,309)	-	(17,064)	(1,602,255)
Amortization in the period	(20,026)	-	(42,507)	(3,429)	(9,397)	(14,065)	(194,988)	(2,465)	-	(1,474)	(288,351)
Write- offs	460	-	4,824	-	-	-	-	2	-	-	5,286
Transfers (2)	(4,346)	-	-	-	-	-	-	-	-	-	(4,346)
As at December 31, 2014	(221,482)	(431,380)	(195,643)	(5,188)	(53,633)	(52,703)	(905,327)	(5,772)	-	(18,538)	(1,889,666)
Residual value, net:											
As at December 31, 2014	93,346	1,538,559	336,697	13,222	127,883	310,131	1,164,996	6,769	190,297	10,316	3,792,216
As at March 31, 2014	79,744	1,484,431	371,902	4,348	134,050	280,764	999,454	9,234	234,936	10,183	3,609,046

(1) Intangible assets recorded in the corresponding Raízen Trading the customer base and operating licenses in Europe and the United States.
(2) Includes transfers of property, plant and equipment amounting to R$26,783.
(3) As at December 31, 2014, the software licenses element of intangible assets includes a net residual value of R$1,776 (R$2,482 as at March 31, 2014), where RESA is the lessee under a financial leasing operation.
(4) RESA build Brazil's first cellulosic ethanol unit at Piracicaba (SP), The new ethanol plant has a capacity of 50 million liters p,a, and will use technology developed by Iogen and Codexis for the production of second generation ethanol, This technology is represented by contractual rights including exclusivity for RESA to sell the rights in the territories where it operates, Amortization will start when the plant is ready for use, which is expected to be in the year ending March 31, 2015, nd continue over the estimated period of financial returns from the technology developed for "E2G" production.
(5) At December 31, 2014, RESA estimated the loss related to the use of acquired Codexis technology. Thus, we performed an impairment amounting to R$ 44,639 (R$ 35,179 on December 31, 2014) recognized in the income statement under Other operating income, net (Note 24).

Goodwill

Goodwill refers to the expectation of future profitability. As at December 31, 2014 and March 31, 2014, the balance of goodwill was as follows:

	December 31, 2014	March 31, 2014
On the acquisition of Costa Rica Canavieira Ltda	57,169	57,169
On the acquisition of Cerrado Açúcar e Álcool S.A. (Note 11.b.ii)	24,660	33,663
On the acquisition of RESA (former Cosan S.A. Açúcar e Álcool)	558	558
On the acquisition of Univalem S.A. Açúcar e Álcool	5,018	5,018
On the acquisition of Usina Açucareira Bom Retiro S.A.	81,575	81,575
On the acquisition of Usina Benálcool	149,247	149,247
On the acquisition of Usina Santa Luíza	42,348	42,348
On the acquisition of Usina Zanin Açúcar e Álcool	98,380	98,380
On the acquisition of Vertical	4,313	4,313
Purchase of shares of TEAS (Note 11.b.v)	-	7,301
On the acquisition of Grupo Corona	380,003	380,003
On the acquisition of Grupo Destivale	42,494	42,494
On the acquisition of Grupo Mundial	87,435	87,435
On the acquisition of Latina (Note 11.b.i)	70,432	-
On the organization of FBA – Franco Brasileira S.A. Açúcar e Álcool	4,407	4,407
On the incorporation of Curupay S.A.	109,841	109,841
Payment of capital of Mundial	14,800	14,800
On the business combination of Cosan Combustíveis Lubrificantes S.A.	344,829	344,829
Other	21,050	21,050
	1,538,559	1,484,431

15. Suppliers

	December 31, 2014	March 31, 2014
Materials and services suppliers	407,243	715,692
Sugarcane suppliers	308,993	126,550
Oil suppliers	281,911	170,619
Ethanol suppliers	167,107	401,226
	1,165,254	1,414,087

The sugarcane harvest period, which generally takes place between April and December of each year, has a direct impact on the balances with sugarcane suppliers and the corresponding cutting, loading and transport services carried out. The balance is higher during the harvest, when the sugarcane is being delivered and the services supplied.

The balances payable to oil and ethanol suppliers refer to term purchases which are made by RCSA and will be liquidated in the next year.

16. Loans and financing

Purpose	Final due date	Indexer	Effective annual average interest rate(1)	December 31, 2014	March 31, 2014
Classification of debts by currency:					
Denominated in Reais				6,154,439	4,542,423
Denominated in US Dollars and Euros				5,871,026	3,929,725
				12,025,465	8,472,148
Nature of debts (2):					
BNDES	October/25	URTJLP	7.5% (7.7% in Mar, 2014)	1,760,881	1,430,317
BNDES	July/24	Pre-fixed rate	4.1% (4.3% in Mar, 2014)	1,141,801	657,742
BNDES	April/24	UMBND	6.7% (6.7% in Mar, 2014)	60,089	44,477
Export prepayments	September/17	US Dollar + Libor	1.9% (2.0% in Mar, 2014)	1,048,159	1,076,882
Term loan agreement	March/19	US Dollar + Libor	1.7% (1.7% in Mar, 2014)	2,796,005	1,019,233
Debentures	October/18	CDI	12.6% (11.6% in Mar, 2014)	457,140	467,421
Debentures	October/20	IPCA	13.2% (17,1% in Mar, 2014)	332,816	324,243
Working capital	March/15	Pre-fixed rate	14.0% (14% in Mar, 2014)	1,488	5,383
Senior notes due 2017	February/17	US Dollar	7.0% (7.0% in Mar, 2014)	1,093,262	915,585
Senior notes due 2014	-	Reais (R$)	(9.5% in Mar, 2014)	-	801,456
Resolution 2471 (PESA)	April/23	IGP-M	10.0% (11.4% in Mar, 2014)	814,710	806,703
Resolution 2471 (PESA)	October/25	Pre-fixed rate	3.0% (3.0% in Mar, 2014)	83	91
Credit notes	October/20	CDI	11.1% (10.9% in Mar, 2014)	773,821	643,623
FINAME/leasing	January/24	Pre-fixed rate	4.8% (4.8% in Mar, 2014)	90,649	111,720
FINAME/leasing	October/15	URTJLP	10.7% (10.6% in Mar, 2014)	4	102
Advances on foreign exchange contracts	March/15	US Dollar	0.9%	534,005	-
Agricultural credit	October/15	Pre-fixed rate	6.5% (5.5% in Mar, 2014)	27,420	50,246
Agribusiness Receivables Certificate ("CRA")	December/19	CDI	11.6%	588,593	-
Agribusiness Receivables Certificate ("CRA")	December/21	IPCA	12.4%	104,944	-
Schuldschein	October/21	EUR	2.9%	214,258	-
Other	Miscellaneous	US Dollar	Miscellaneous	185,337	116,924
				12,025,465	8,472,148
Expenses with security placement:					
BNDES				(3,342)	(3,135)
Senior notes due 2017				(6,097)	(7,143)
Senior notes due 2014				-	(1,152)
Prepayments export				(3,710)	(5,854)
Debentures				(4,804)	(5,185)
Term loan agreement				(11,443)	-
Credit notes				(448)	(952)
CRA				(12,050)	-
Promissory note				(2,217)	-
				(44,111)	(23,421)
				11,981,354	8,448,727
Current				(3,547,531)	(1,925,739)
Non-Current				8,433,823	6,522,988

(1) The effective annual interest rate corresponds to the real interest rate of the agreement plus Libor rate, URTJLP, IGP-M, UMBND or IPCA, as applicable.

(2) The loans and financing are, in general, secured by promissory notes of the Group, In some cases, there are also shareholders' securities, in addition to collateral such as: i) credit rights deriving from power trading agreements (BNDES), ii) CTN and land mortgage (PESA), iii) property, plant and equipment, and, iv) fiduciary assignment of the financed assets (FINAME).

The installments payable in the long term, less amortization of expenses for security placement, show the following maturity schedule:

	December 31,2014	March 31,2014
13 to 24 months	733,542	1,738,581
25 to 36 months	2,073,890	1,579,000
37 to 48 months	1,968,650	595,727
49 to 60 months	2,158,818	1,110,137
61 to 72 months	826,280	698,520
73 to 84 months	430,509	574,679
85 to 96 months	128,957	100,042
From 97 months	113,177	126,302
	8,433,823	6,522,988

PESA - Resolution 2471

From 1998 to 2000, the RESA renegotiated its debts related to agricultural funding with several financial institutions, thereby reducing their financing costs to annual interest rates below 9.7% and guaranteeing the amortization of the debts with the assignment and transfer of Restricted Brazilian Treasury Bills ("CTNs") redeemable on the debt maturity dates, using the tax incentive introduced by Resolution No, 2471, issued by the Central Bank of Brazil on February 26, 1998. This debt is settled by redeeming the CTNs and ensuring compliance with with the contractual dispositions, as mentioned in Note 9.

Senior Notes Due 2017

On January 26, 2007, RESA, through its subsidiary Raízen Energy Finance Limited, issued US$ 400,000 thousand of senior notes in the international capital markets according to "Regulations S and 144A" that bear interest at a rate of 7% p.a., payable semi-annually in February and August of each year.

Senior Notes Due 2014

On May 9, 2014, RCSA, through its subsidiary Raízen Fuel Finance Limited, settled senior notes with a principal amount of US$ 350,000, plus US$ 16,084 of interest, for a total amount of R$ 819,514.

BNDES

This relates to resources funded by the Group, destined for financing the cogeneration and greenfield projects, the renewal and implementation of new sugarcane plantation fields (Prorenova), and the construction of the plant for the production of E2G.

On December 31, 2014, the Group had unused lines of credit available from BNDES amounting to R$ 611,792 (R$ 1,227,872 as at March 31, 2014). Use of these lines of credit is conditional upon certain contractual conditions being met.

Advances on foreign exchange contracts ("ACCs") and credit notes

The ACCs and credit notes were entered into with various financial institutions which pay an average rate of interest of 0.9% p.a. and have final maturity in March 2015.

The credit notes will be paid from exports made up to 2020. The average interest rate is 11.9% p.a., paid half-yearly and upon maturity.

FINAME

This refers to financing operations under machinery and equipment financing, made available through different financial institutions, to be used for investments in property, plant and equipment. These loans are subject to effective interest rates of 4.7% p.a., payable monthly, and are secured by the fiduciary transfer of the assets financed.

Term loan agreement (syndicated loan)

On December 5, 2012, Raízen Cayman Limited contracted a term loan from several financial institutions for US$ 450,000. The loan is subject to the exchange variations of the US Dollar plus interest at the quarterly Libor rate rate with a margin of 1.5% p.a., giving an effective average rate of 1.73% p.a. (1.78% p.a. as at March 31, 2014), payable quarterly, with the principal to be repaid on December 7, 2015.

On April 8, 2014, the Group obtained syndicated loans from various financial institutions amounting to US$ 600,000. The loan is subject to the exchange variations of the US Dollar plus interest at the quarterly Libor rate rate fixed with a margin of 1.4% p.a., giving an effective average rate of 1.63% p.a. the principal is to be repaid in March 2018 and 2019.

Export prepayments

Between the years 2009 and 2013, the Group entered into export pre-payment agreements with a number of institutions to finance future sugar exports. The contract is subject to the exchange variation sof the US Dollar and bears Libor rate interest (quarterly and annually), resulting in an effective average interest rate of 1.9% p.a., with final maturity in September 2017.

CRA

In October 2014, RESA and its subsidiaries issued CPR (Ballot Rural Producer) related to the Public Distribution of the first and second series of the tenth Receivables Certificates issued by Agro Gaia Agribusiness Securitizadora S.A., amounting to R$ 675,000 and maturing in December 2021. The funds raised will be used exclusively in the ordinary course of Raízen's activities related to agribusiness, including the operations, investments and financing needs related to the production, marketing, processing or manufacturing of agricultural products, inputs, machinery and implements used in agricultural activities, under Article 23 of Law 11076.

Indexer	Annual interest rate	Effective annual average interest rate	Principal	Date of Receipt	Maturity
CDI	-	12.4%	573,013	10/21/2014	Dec/19
IPCA	5.69%	11.6%	101,987	10/21/2014	Dec/21

Debentures

On October 21, 2013, the CVM approved the registration by RESA of its first public issue of simple debentures, and 750,000 non-convertible unsecured debentures were issued, in three series, with a unit face value of R$ 1,000, giving a total of R$ 750,000.

The net proceeds of the issue, amounting to R$ 747,710, were used in full as follows: (i) to reinforce the RESA cash in the case of the first and second series debentures, and, (ii) to fund part of the RESA investments in the 2013/2014 harvest, both in the agricultural and the industrial area, pursuant to Law 12431 in the case of the third series.

	Indexer	Annual interest rate	Effective annual average interest rate	Principal	Date of Receipt	Maturity
First series	CDI	-	11,5%	105,975	10/25/2013	Oct/18
Second series	CDI	-	11,6%	340,000	10/28/2013	Oct/18
Third series	IPCA	6,38%	17,1%	304,025	10/29/2013	Oct/20

Schuldschein

On October 2014, the RCSA through its subsidiary Raízen Fuels Finance Ltd., obtained a loan of 66 million Euros, with a fixed interest rate of 2.9% p.a. and maturing on October 15, 2021.

Covenants

The Group is not subject to compliance with financial ratios, subject only to certain covenants under its loans and financing agreements, such as cross-default and negative pledges, which are being met as required under the agreements.

Fair value

On December 31 and March 31, 2014, the consolidated book values and fair value of loans and financing were as follows:

	Book value		Fair value	
	December 31, 2014	March 31, 2014	December 31, 2014	March 31, 2014
Senior notes due 2017	1,093,262	915,585	1,169,790	1,011,081
Senior notes due 2014	-	801,456	-	825,476
Other loans and financing	10,932,203	6,755,107	10,932,203	6,755,107
Expenses with securities placement	(44,111)	(23,421)	(44,111)	(23,421)
	11,981,354	8,448,727	12,057,882	8,568,243

The fair value of the senior notes due in 2017 and 2014 is based on prices quoted on the consolidated and combined financial information date.

The fair value of other loans and financing is very close to their book value, due to their exposure to variable interest rates (Note 26.j).

17. Taxes payable

	December 31, 2014	March 31, 2014
Installment payments – Refis IV	174,765	702,794
ICMS	137,678	116,350
National Institute of Social Security ("INSS")	25,390	25,836
Others	79,554	59,128
	417,387	904,108
Current	(359,593)	(231,872)
Non-current	57,794	672,236

The amounts payable in the long term were scheduled to mature as follows:

	December 31, 2014	March 31, 2014
13 to 24 months	1,623	66,831
25 to 36 months	1,187	65,977
37 to 48 months	538	65,302
49 to 60 months	538	64,068
61 to 72 months	538	64,068
73 to 84 months	538	64,068
85 to 96 months	538	64,068
As from 97 months	52,294	217,854
	57,794	672,236

Payment in installments of tax debits - ("Refis")

On May 27 and October 13, 2009, Law 11941 and MP 470 were approved by the Brazilian government, setting up a tax recovery program (Refis IV), allowing taxpayers to settle federal tax debts, previous tax recovery programs and other federal taxes being challenged in the courts, with discounts on the fines and interest previously applied.

Laws No. 12865 of October 10, 2013, 12973 of May 14, 2014 and 12996 of June 18, 2014 reopened the deadline for inclusion of debt in the Tax Recovery Program - Refis IV. This benefit was availed in a timely fashion and the RESA is awaiting the release of the consolidation of the values included in the program.

With the publication of Law nº 13043 of November 14, 2014, conversion of MP 651, made possible the settlement of debts in installments SRF through the use of tax losses and the negative basis of social contribution, including subsidiaries and parent companies, direct or indirect, conditional on payment in kind of 30% of the balance in installments (as per Article 33 of the Law).

After evaluation of the financial benefits resulting from the application of this legal provision, the controller together Cosan opted to paying the debt in installments pursuant to Law 11941/2009, since they were under its responsibility by treating yourself to pre existent training requirement Raízen.

Changes in these installment balances after the application of this legal provision is as follows:

Payment in installments of tax debits – Refis IV	Total
On March 31, 2014	702,794
Recognition of interest and previous payments to the publication of Law 13043	(8,487)
Adhesion to the installment program	12,782
Use of tax losses and negative basis of social contribution (1)	(372,627)
Cash payment of 30%	(131,256)
Financial discount	(28,441)
On December 31, 2014	174,765

(1) Includes the consolidated balances of tax losses owned by Cosan amounting to R$ 171,750, recorded as preferred shares to pay for RESA (Notes 10, 18 and 21.a). The remaining balance used to settle Refis IV is made up of: (a) credit assignment of Cosan and subsidiaries amounting to R$ 142,761, (b) Raízen credits assigned to payment of R$ 55,870, and, (c) Raízen credits for payment of Refis IV from Raízen Araraquara of R$ 2,246.

According to the training according to Raízen Group signed by the shareholders, any payments related to installments of tax debits existing before June 1, 2011 are to be made in full by the shareholders of Raízen Group. Thus, due to the settlement of the debts under Refis IV, under Law 13043, the balance receivable from Cosan was substantially lowered total on December 31, 2014 R$ 171,002 (R$ 697,544 on March 31, 2104). See Note 10.

Investment subsidy - ICMS

The RESA, through its subsidiary Raízen Centroeste, benefits from a state incentive program with Goiás State, in the form of financing of part of the ICMS payments, called "Industrial Development Program of Goiás - Produzir", with the amount financed being repaid later. The Group's use of this investment subsidy is conditional on compliance with all the obligations determined by the program, the terms of which relate to factors under the Group's control.

18. Income tax and social contribution

a) Reconciliation of revenue (expense) tax and social contribution:

	Oct-Dec/2014	Oct-Dec/2013	Apr-Dec/2014	Apr-Dec/2013
Income before income tax and social contribution	324,353	267,539	1,140,133	958,920
Income tax and social contribution at nominal rate (34%)	(110,281)	(90,964)	(387,647)	(326,034)
Adjustments made to determine the effective rate:				
Interest on capital	52,375	61,880	52,375	61,880
Equity accounting	(1,980)	(2,350)	(6,222)	(6,545)
Gifts, donations, class associations	(1,452)	(1,440)	(5,203)	(4,552)
Tax incentives	1,282	462	4,245	577
Reintegra Credits	8,817		8,817	
Exchange variations on overseas investees	2,253	1,591	4,269	4,400
Difference of rate of presumed profit and real profit	24,595	-	56,258	-
Income from companies abroad	1,147	1,422	5,257	(1,003)
Reversal of deferred tax liability in corporate restructuring (i)	24,502	-	67,843	-
Gains on capital through dilution of shareholding (Note 11.c.iii)	-	-	10,313	-
Other	411	(901)	(1,388)	3,597
Revenue (expense) from income and social contribution taxes	1,669	(30,300)	(191,083)	(267,680)
Effective rate	(0.51%)	11.33%		
			16.76%	27.91%

i) Relates to deferred tax liabilities on temporary differences amounting to R$ 43,341, generated substantially through changes in the useful lives of fixed assets, which were reversed through the contribution of net assets of RESA related to energy cogeneration activity by UTEs, which occurred on June 3, 2014.

Additionally, deferred tax liabilities on the fair value of invested assets of RCSA contributed in Saturno, were partially reversed at the time of the contribution made by RCSA, totaling R$ 24,502.

These reversals were given up because of UTEs and Saturno are taxed based on deemed profit.

a.1) Income tax and social contribution recovery

	December 31, 2014	March 31, 2014
Tax ("IRPJ")	421,641	276,481
Social contribution ("CSLL")	152,416	93,008
	574,057	369,489
Current assets	(52,583)	(369,489)
Non-current assets	521,474	-

a.2) Income tax and social contribution payable

	December 31, 2014	March 31, 2014
IRPJ	20,395	2,297
CSLL	8,187	2,329
	28,582	4,626

Beginning in August 2013, the Company opted to calculate its income tax and social contribution based on the presumed profits method which had a greater effect on the recoverable taxes recorded as current and noncurrent assets (Note 18.a.1). At connection with this transaction, we note that the anticipation of related values the prepaid tax was offset against other federal taxes (PIS, COFINS and IOF).

b) Deferred income tax and social contribution - assets and liabilities:

Assets (liabilities)	Base	IRPJ 25%	CSLL 9%	December 31, 2014 Total	March 31, 2014 Total
Tax losses:					
Tax losses	1,022,564	255,641	-	255,641	427,952
Negative base for social contribution	1,094,711	-	98,524	98,524	161,777
Temporary differences:					
Tax goodwill from reverse takeover	438,329	109,582	39,450	149,032	180,830
Biological assets	46,444	11,611	4,180	15,791	-
Provisions for judicial claims	315,835	78,959	28,425	107,384	90,549
Provisions for write-off against goodwill	288,547	72,137	25,969	98,106	98,106
Miscellaneous provisions and other temporary differences	469,245	117,311	43,214	160,525	191,152
Provisions for rights of exclusivity of supply	412,012	103,003	37,081	140,084	112,868
Foreign exchange variance – Cash basis	1,052,353	263,088	94,712	357,800	246,125
Other	3,126	782	281	1,061	1,342
Total deferred tax assets		1,012,114	371,836	1,383,950	1,510,701
Biological assets	-	-	-	-	(23,168)
Cost of capitalized loans	(217,012)	(54,253)	(19,531)	(73,784)	(75,134)
Fair value of property, plant and equipment	(787,200)	(196,800)	(70,848)	(267,648)	(302,147)
Fair value of intangible assets	(314,303)	(78,576)	(28,287)	(106,863)	(95,458)
Revision of property, plant and equipment useful life	(932,053)	(233,013)	(83,885)	(316,898)	(270,649)
Tax goodwill amortized	(1,588,135)	(397,034)	(142,932)	(539,966)	(491,856)
Total deferred tax liabilities		(959,676)	(345,483)	(1,305,159)	(1,258,412)
Total deferred taxes		52,438	26,353	78,791	252,289
Deferred taxes – Assets, net				316,304	290,695
Deferred taxes – Liabilities, net				(237,513)	(38,406)
Total deferred taxes				78,791	252,289

The reduction of the balance of tax losses and negative base for social contribution is directly associated with the use of these balances for the debts settlement in SRF (Notes 10.a and 17).

c) Net activity of deferred taxes:

	Apr-Dec/2014
Balance at beginning of the period	252,289
Income revenue	58,473
Deferred taxes on comprehensive income	9,168
Deferred taxes on business combinations (Notes 11.b.i and 11.b.ii)	(23,456)
Deferred taxes on tax goodwill (Note 11.b.v)	4,486
Tax losses and negative basis of social contribution used to settle the REFIS (Note 17)	(222,492)
Other	323
Balance at the end of the period	78,791

d) Realization of deferred income tax and social contribution:

In assessing the deferred tax recovery capacity, Management takes into consideration future taxable income projections and changes in temporary differences. When it is more likely that part or all taxes will not be used or realized, a provision is recognized. There is no validity period for NOL, however, the use of prior-year accumulated losses is limited to 30% of annual taxable income.

On December 31 and March 31, 2014, the Group had the following expected realization of deferred tax assets:

	December 31, 2014	March 31, 2014
Years:		
2015	509,435	372,788
2016	327,000	383,880
2017	201,943	117,973
2018	43,335	67,153
2019	73,719	33,226
After 2019	228,518	535,681
Total	1,383,950	1,510,701

On December 31, 2014, the Group companies Agrícola Ponte Alta Ltda., Raízen Biotecnologia S.A. and Blueway Trading Importação e Exportação Ltda. recognized tax losses carried forward, NOL balances and a negative basis of social contribution amounting to R$ 5,818 (R$ 33,083 on March 31, 2014), for which no deferred tax assets were recognized, because it was considered improbable that the amount would be recovered.

19. Provision for judicial claims

In the process of formation of Raízen Group, it was agreed that Cosan and Shell should reimburse the Group for the amounts of lawsuits in progress before its organization, when these lawsuits are effectively settled by the courts. As at December 31 and March 31, 2014, the balances of such contingencies to be reimbursed and non-reimbursable demands were as follow:

	December 31, 2014			March 31, 2014
	Non-reimbursable judicial claims	Reimbursable judicial claims	Total	Total
Tax	14,644	268,785	283,429	370,160
Civil	7,042	201,317	208,359	172,998
Labor	68,125	143,540	211,665	199,103
Environmental	4,849	52,767	57,616	58,168
	94,660	666,409	761,069	800,429

Also during the organization process of Raízen, it was agreed that RESA and RCSA should refund to the shareholders Cosan and Shell the amounts of judicial deposits made before the formation of Raízen when these deposits are redeemed. As at December 31 and March 31, 2014, the balances of reimbursable and non-reimbursable deposits were as follow:

	December 31, 2014			March 31, 2014
	Judicial deposits of the group	Reimbursable judicial deposits	Total	Total
Taxes	29,002	168,832	197,834	294,920
Civil	6,448	24,199	30,647	26,133
Labor	9,505	33,340	42,845	44,754
	44,955	226,371	271,326	365,807

i) Non-reimbursable judicial claims

	Tax	Civil	Labor	Environmental	Total
As at March 31, 2014	94,214	6,422	52,459	3,298	156,393
Provisions (write-offs/reversals), net (i and ii)	(96,730)	396	10,870	1,762	(83,702)
Business combinations (Note 11.b.i)	10,649	-	-	-	10,649
Payments	(2,765)	(35)	(666)	(261)	(3,727)
Monetary adjustments	9,276	259	5,462	50	15,047
As at December 31, 2014	14,644	7,042	68,125	4,849	94,660

i) Recorded in the income for the period in "other operating revenue, net", except for: (a) for the provision of INSS on the income of RESA, amounting to R$ 23,272, which was reclassified in "taxes payable" in current liabilities, and, (b) the provisions of RCSA, amounting to R$ 1,287, recorded in earnings as sales deductions and general and administrative expenses.

ii) Includes compensation for judicial deposits related to INSS on revenue amounting to R$ 121,350.

ii) Reimbursable judicial claims

	Tax	Civil	Labor	Environmental	Total
As at March 31, 2014	275,946	166,576	146,644	54,870	644,036
Provisions (write-offs/reversals), net (i)	49,012	34,040	(8,733)	972	75,291
Payments	(75,253)	(12,533)	(2,522)	(6,709)	(97,017)
Monetary adjustments	19,080	13,234	8,151	3,634	44,099
As at December 31, 2014	268,785	201,317	143,540	52,767	666,409

i) Includes compensation for judicial deposits related to INSS on revenue amounting to R$ 30,140.

iii) Total of judicial claims

	Tax	Civil	Labor	Environmental	Total
On March 31, 2014	370,160	172,998	199,103	58,168	800,429
Provisions (write-offs/reversals), net (i)	47,718	34,436	2,137	2,734	(8,411)
Business combinations (Note 11.b.i)	10,649	-	-	-	10,649
Payments	(78,018)	(12,568)	(3,188)	(6,970)	(100,744)
Monetary adjustments	28,356	13,493	13,613	3,684	59,146
On December 31, 2014	283,429	208,359	211,665	57,616	761,069

i) Includes compensation for judicial deposits related to INSS on revenue amounting to R$ 151,490.

Breakdown of judicial claims assessed as probable losses

a) Taxes

The main tax claims as at December 31 and March 31, 2014, were as follow:

	December 31, 2014			March 31, 2014
	Non-reimbursable judicial claims	Reimbursable judicial claims	Total	Total
INSS (i)	1,070	1,146	2,216	123,096
ICMS (ii)	10,780	52,703	63,483	176,091
IPI (iii)	1,339	82,275	83,614	3,222
PIS and COFINS (iv)	-	33,464	33,464	3,553
Attorney's fees (v)	1,455	35,130	36,585	54,633
IRPJ and CSLL (vi)	-	60,783	60,783	329
Other (vii)	-	3,284	3,284	9,236
	14,644	268,785	283,429	370,160

(i) INSS

The accrued INSS amount corresponds to the amounts of social security contribution on revenue, in conformity with Article 22-A of Law 8212/91, whose constitutionality is being challenged through lawsuits. The RESA held a judicial deposit for the said lawsuit amounting to R$ 151,490. Thus, both balances are presented on a net basis in this financial information.

(ii) ICMS

The amount accrued for ICMS credits comprises: (a) tax assessment notices received for which, despite their being challenged at administrative or legal levels, the Group's legal counsel believe the probability of loss to be probable, and (b) use of credits and financial charges in circumstances where the opinion of the Group's management and legal counsel differs from that of the tax authorities.

(iii) IPI

The amount accrued in respect of IPI credits comprises: (a) tax assessments received related to the imported goods, and (b) offsetting arising from inputs used for exempt outputs.

(iv) PIS and COFINS

The amount accrued as PIS and COFINS credits comprises: (a) the contributions for the years 1997 to 1999 related to the company's incorporation, and (b) compensation related to IPI tax credits used to offset PIS and COFINS arising from inputs used for exempt outputs

(v) Attorney's fees

The Group engages law firms to fight its civil, labor and tax lawsuits, Attorney's fees payable under some agreements are based on a percentage of the amount of any favorable lawsuit. The Group accrues the amounts payable to law firms for lawsuits whose probability of loss is assessed as possible or remote. The amount currently accrued refers mainly to lawsuits for which financial responsibility is incumbent upon Shell because they originated in a period prior to the Group's organization and are thus reimbursable.

(vi) Income tax and social contribution

These are assessment notices relating to compensation (Per/dcomp), of which several are related to IPI tax credits used to offset income tax and social contribution. This offsetting is no longer approved according to the tax assessments issued, which failed to recognize the credits on the grounds that, from January 2008 to September 2010: (i) RCSA would have ceased to detach and collect the IPI, due to the 8% rate on certain transactions classified in the tax Incidence Table on Industrialized products ("TIPI"), and (ii) RCSA failed to reverse IPI claims on inputs used in the manufacturing of certain products classified under TIPI , considering that the output operations of such products are not taxable. The controversy stems firstly from disagreement as to the classification of products such as oil products, and ly from the failure of the authorities to recognize the right to maintenance of IPI credits in operations related to exempt or non-taxable outputs.

(vii) CIDE

The RCSA accrued CIDE on services provided in relation to oil and natural gas exploration and production activities conducted before the Company's formation, whose balance at December 31, 2014 totals R$ 171,129. The amounts due were deposited wit the courts. The RCSA will be fully reimbursed by Shell if it is required to pay the CIDE to the tax authorities. Thus, both balances are presented on a net basis in this financial information.

b) Civil and labor

The Group and its subsdiaries are parties to several civil actions related to: (i) indemnity for property damages and damages for pain and suffering, (ii) contractual disputes, (iii) public civil suits to prevent the burning of sugarcane chaff, (iv) environmental plays, (v) the repair of environmental damage caused by fuel leakage, and (vi) contractual breaches and disputes over the ownership of the Company's real estate and the recovery of unpaid amounts from customers.

The Group and its subsdiaries are also party to various labor claims filed by former employees and service providers' employees regarding the payment of overtime, night shift premiums and hazardous duty premiums, job readmittance, return of deductions from payroll such as union confederative dues, union dues, etc.

c) Environmental

The main environmental claims are related to environmental recovery activities to be performed at fuel stations, distribution points, airports and customer distribution centers, including the removal of contaminated material, the treatment of certain areas, laboratory analyses and post-recovery monitoring.

Judicial claims deemed as possible losses

a) Taxes

The main judicial claims for which the probability of an unfavorable outcome is rated as possible and, as a consequence, for which no provision for judicial claims was recorded in the financial statements, were as follow:

			December 31, 2014	March 31, 2014
	Non-reimbursable judicial claims	Reimbursable judicial claims	Total	Total
ICMS (i)	180,957	2,618,977	2,799,934	2,656,094
INSS (ii)	38,972	347,763	386,735	353,723
IPI (iii)	3,106	431,904	435,010	499,745
IRPJ and CSSL (iv)	22,268	666,312	688,580	611,769
PIS and COFINS (v)	35	1,509,521	1,509,556	1,379,396
Offsets against IPI credits – IN 67/98 (vi)	-	118,865	118,865	115,921
Other	18,790	239,293	258,083	232,815
	264,128	5,932,635	6,196,763	5,849,463

If a reimbursable provision for these claims should be recognized in the future due to a change in the probability of success, or for any other reason, the Group will immediately record an amount receivable from shareholders at the same amount and, therefore, there will be no impact on the Group's income. If the provision is not reimbursable, the Group will record it as a balancing item against income.

The main loss as possible in the Raízen Group are summarized below:

(i) ICMS - tax on circulation of goods

Refers mainly to: (i) a penalty imposed for alleged failure to pay ICMS and to comply with ancillary obligations, in the operation of an agricultural partnership and manufacturing to order, between May 2005 and March 2006, and between May 2006 and March 2007, (ii) ICMS on shipments of crystal sugar for export, which the inspector considers to be a semi-finished product and therefore taxable under ICMS regulations, (iii) ICMS on alleged differences in sugar and ethanol stocks observed by cross-checking magnetic files and inventory registers, (iv) assessment of differences in ICMS rates for sales of ethanol to companies located in other Brazilian states which subsequently had their state registration cancelled, (v) requirements for ICMS payments on disallowed credits for diesel oil used in the agro-industrial production process, (vi) failure to reverse ICMS credits, (vii) failure to reverse ICMS-ST credits in full, (viii) requirements to pay ICMS-ST on interstate sales to industrial customers, and (ix) failure to fulfill ancillary obligations.

(ii) INSS

(i) Discussing the validity and constitutionality of MPS/SRP Regulatory Instruction 03/2005, which restricted the constitutional exemption of social security contributions to revenue deriving from exports made exclusively through direct sales, it being understood that exports made through export or trading companies should be taxed, (ii) payment of the SENAR contributions on direct and indirect export transactions, where the Federal Revenue Service ("SRF") understands that there is no right to constitutional exemption, and, (iii) payment of social security contributions on the resale of products in the domestic market and to third parties, which are not included in the social security tax basis and which are taxed only on the gross revenue derived from the effective production of the establishment rather than on products purchased.

(iii) IPI – Excise tax on manufactured products

In Normative Instruction No. 67/98 the SRF validated a procedure whereby manufacturing plants accounted for sales without assessing and paying IPI related to several types of sugarcane, including demerara, higher refined, special refined, special extra refined and granulated refined sugars, from July 6, 1995 through November 16, 1997, as well as amorphous refined sugar sales from January 14, 1992 through November 16, 1997, This rule was taken into effect in the Group's related proceedings against the Federal Revenue, for which the probability of loss is classified as possible, according to the Group's legal advisers.

The increase in the amount of this contingency in the nine month period ended December 31, 2014, is principally due to a change in the expectation of a loss on a 2009 tax execution, related to IPI IN 67/98, from remote to possible, This change in probability was the result of a proof that has still to be produced, in line with the other outstanding cases relating to the issue.

(iv) IRPJ and CSLL

Refers mainly to tax assessments issued by the SRF, whereby IRPJ and CSLL for prior years were charged, relating to: (i) the deductibility of amortization expenses relating to specific goodwill, (ii) the offseting of NOL, and (iii) the tax on differences in revaluations of property, plant and equipment items, the Group is challenging these collections before the competent authorities.

(v) PIS and COFINS

Refers mainly to disallowed PIS and COFINS credits under the non-cumulative system, set forth in Laws 10637/2002 and 10833/2003, respectively. Such disallowances derive, in summary, from the SRF's restrictive interpretation of the concept of "inputs", as well as differences in relation to the interpretation of the relevant laws, These challenges are currently at the administrative level.

(vi) Offsets against IPI credits – IN 67/98

Normative Instruction SRF No, 67/98 made it possible to obtain a refund of IPI tax payments for sales of refined amorphous sugar from January 14, 1992 through November 16, 1997, In view of this ruling, RESA applied to offset the amounts paid during the relevant periods against other tax liabilities of its own. However, the SRF denied its application for both the reimbursement and offsetting of these amounts. Thus, RESA challenged this ruling in an administrative proceeding.

Upon being notified to pay the tax debts resulting from the offsetting transactions in light of certain changes introduced by IN SRF No, 210/02, RESA filed a writ of *mandamus* and applied for a preliminary injunction seeking to stay the enforceability of offset taxes, in an attempt to prevent the tax authorities from demanding the relevant tax debts in court. The preliminary injunction was granted by the relevant court, the probability of loss being considered by the Company as possible.

b) Civil and labor

As at December 31, 2014, the main labor and civil judicial claims in wich the probability of unfavorable outcome was rated as possible, and, as a consequence, for which no provision for judicial claims was recorded in the financial statements, were as follow:

			December 31, 2014	March 31, 2014
	Non-reimbursable judicial claims	Reimbursable judicial claims	Total	Total
Civil	107,972	966,128	1,074,100	920,813
Labor	177,839	372,479	550,318	553,153
	285,811	1,338,607	1,624,418	1,473,966

20. Commitments

As mentioned in Note 20 to the annual financial statements as at March 31, 2014, the Group has commitments for sales and purchases of sugarcane and industrial equipment, leasing contracts and warehousing service contracts. There was no significant change in these commitments during the period ended December 31, 2014.

21. Shareholders' equity

a) Capital stock and capital reserve

a.1) Changes which occurred in RESA

As at December 31 and March 31, 2014, the capital stock of RESA was R$ 5,016,354. From this amount was deducted the balance of redeemable preferred shares of the amount of R$ 108,521 (R$ 264,276 as at March 31, 2014) leaving a total of R$ 4,907,833 (R$ 4,752,078 as at March 31, 2014).

As at December 31 and March 31, 2014, the fully subscribed and paid-up capital stock was as follows:

	Shareholders (shares in units)		
	Shell	**Cosan**	**Total**
Common	2,951,297,817	2,951,297,817	5,902,595,634
Class A Preferred	-	1	1
Class B Preferred	-	133,242,457	133,242,457
Class C Preferred	763,476	-	763,476
Total	2,952,061,293	3,084,540,275	6,036,601,568

RESA does not have any authorized capital regulations in its bylaws as at December 31 and March 31, 2014).

Redeemable preference shares of RESA

The tax benefits from the use of tax carried forward and goodwill tax amortization, recognized before the of RESA's organization, will be reimbursed to Cosan to the extent that the RESA uses them to reduce taxes payable. Such reimbursements will be made by means of the payment of exclusive dividends to Cosan, the holder of the Class B preferred shares, in the amount of the tax benefit used by the RESA in the period from January to December.

In the Annual General Meeting held on July 28, 2014, the shareholders of RESA discussed and approved a payment amounting to R$ 42,380, less than that declared on March 31, 2014, R$ 1,255, related to preferred shares.

As mentioned in Notes 10.a and 17, during the quarter ended December 31, 2014 Raízen made joining the program for the settlement of debts in the SRF through the use of NOL amounting to R$ 157,010, reducing the Class B preferred shares, in R$ 157,010.

On December 31, 2014 the balance payable on Class B preferred shares is R$ 104,984 (R$ 260,738 on March 31, 2014).

Due to the incorporation of IPL into REPSA and, subsequently, into RESA, Class C preference shares were issued to guarantee exclusive dividends to Shell amounting to R$ 3,538, through the use by RESA of tax credits and the funds in the current account related to the merged net assets.

As at December 31 and March 31, 2014, the balance of preferred shares (Classes B and C), representing the shareholders' equity, listed under capital stock, amounted to R$ 108,521 (R$ 264,276 as at March 31, 2014). The counterparts of the shareholders' equity is registered in the Related Parties line item (Note 10.a), R$ 104,984 (R$ 260,738 at as March 31, 2014) belonging to Cosan's shareholders, classified in non-current liabilities, and R$ 932 and R$ 2,606 belonging to Shell's shareholders, classified as current and non-current liabilities, respectively.

a.2) Changes occurred in RCSA

On December 31 and March 31, 2014, the capital stock of RCSA was R$ 3,343,720. That caption is deducted from the balance of redeemable preference shares in amount of R$ 222,423 (R$ 274,392 on March 31, 2014), totaling R$ 3,121,297 (R$ 3,069,328 on March 31, 2014)

As at December 31 and March 31, 2014, the fully subscribed and paid-up capital stock was as follows:

	Shareholdings (ações em unidades)		
	Shell	**Cosan**	**Total**
Ordinary	1,651,584,242	1,651,584,242	3,303,168,484
Preferred class A	-	1	1
Preferred class B	-	93,648,276	93,648,276
Preferred class C	262,884,501	-	262,884,501
Total	1,914,468,743	1,745,232,519	3,659,701,262

The RCSA has no forecast for the authorized share capital in its charter on December 31 and March 31, 2014.

Redeemable preference shares of RCSA

This refers to the tax benefits arising from the use of NOL generated by Shell before RCSA's organization, as well as the tax benefits arising from the tax amortization of goodwill arising from Cosan's contribution and the tax benefits from the use of PIS and COFINS credits arising from the Fix Investimentos Ltda. (shareholder of Raízen Mime Combustíveis S.A.), should be reimbursed to the relevant shareholders to the extent that RCSA uses them to reduce the balance of taxes payable.

In order to carry out these reimbursements, Class A preferred shares were issued exclusively to Fix, Class B to Cosan and Class C exclusively to Shell in order to compensate them through the payment of dividends at the amount of the tax benefit used by RCSA in the fiscal year from January to December of each year.

As at July 28, 2014, the Extraordinary General Meeting approved the payment of dividends amounting to R$ 240,409 being credited to Shell shareholders the amount of R$ 164,779 and the Cosan shareholder the amount of R$ 75,630.

As at December 31 and March 31, 2014, the remaining balances of preferred shares payable to Shell and Cosan amounted to R$ 207,297 and R$ 15,126, respectively (Note 10.a).

Capital reserve

This corresponds to the goodwill reserve arising from the difference between the subscription price paid for the shares and the par value. This reserve can only be used for capital increase, loss absorption, redemption, refund or purchase of shares or payment of cumulative dividends to preferred shares.

Goodwill paid by RESA on the acquisition of an additional interest in the subsidiary TEAS, amounting to R$ 5,973, is recorded in this reserve.

As mentioned in Notes 10.a, 17 and 18.c, Cosan settled the debts under the SRF through the use of NOL. Thus, the capital reserve was reduced by R$ 164,377, comprised of the following: i) R$ 157,010 arising from Cosan property NOL, with obligation of preferred shares payable (Note 10.a), and, ii) R$ 7,367 corresponding to the NOL of the subsidiary Benálcool Açúcar e Álcool Ltda., whose tax credits were not included in the balance of class B shares involved in the formation of Raízen Group.

As mentioned in Note 11.b.v, reflecting the effect of the reverse merger of its subsidiary Curupay TEAS, RESA recognized in its capital reserve, by means of a provision in equity, the full write-off of TEAS' goodwill balance amounting to R$ 7,301.

Tax incentive reserve

Corresponds to the effect of the incentives recognized in a subsidiary of RESA, Raízen Caarapó, arising from the Instrument of Agreement No. 331/2008 entered into between Caarapó and the State Government of Mato Grosso do Sul, whereby tax benefits on sugar processing transactions in the State are guaranteed through September 22, 2018, equivalent to 67% of the ICMS debt balance.

Special goodwill reserve

i) Merger of IPL

Due to the merger of IPL into REPSA, whose primary assets correspond to the investment held by it in REPSA's capital and the goodwill determined based on the tax records and recorded upon RESA's formation, the aforementioned goodwill became deductible for the purposes of income tax and social contribution on net income. Accordingly, in conformity with the provisions introduced by ICPC 09 (R1) – "Individual, Separate and Consolidated Financial Statements and Application of the Equity Method", a special goodwill reserve was recognized in the equity of Raízen Energia as a balancing item against deferred tax assets, amounting to R$ 241,107, equivalent to the tax benefit of 34% of the amortization of such goodwill, This transaction was not considered as reimbursable to the shareholder Shell and, therefore, the Group's shareholders will benefit from the aforementioned transaction through RESA's operations.

ii) Merger of Curupay

Due to the reverse merger of Curupay by TEAS, whose main assets are the investment held inthe capital of Curupay and goodwill determined based on the tax books, this goodwill will be deductible for th purposes of income tax and social contribution on net income. Thus, RESA recorded a special goodwill reserve in shareholders' equity, reflecting the effect of the reverse incorporation of Curupay by its subsidiary TEAS in return for their investment (Note 11.b.v), amounting to R$ 4,486.

b) Dividends and interest on capital

The Group's dividends are not distributed based on combined calculations, but individually by RESA and RCSA. The individual calculations are as follow:

b.1) RESA's dividends

i) Dividends

Pursuant to RESA's bylaws, the amounts of the legal reserve and of the dividends for the year ended on March 31, 2014 are disclosed in the annual financial statements in Note 21.

During the nine month period ended December 31, 2014, the payout of the dividends provided for in the financial statement as at March 31, 2014, were fully paid.

ii) Interest on capital ("JCP")

At an Extraordinary General Meeting held on December 31, 2013, RESA's shareholders discussed and approved the declaration of JCP recorded in the period from January 1st to December 31, 2013, amounting to R$ 40,000, to be individually credited at the proportion of 50% to each shareholder. Therefore, the net amount payable is R$ 34,000.

b.2) RCSA dividends

i) Dividends

In accordance with the bylaws of RCSA, the amounts of the legal reserve and of the dividends for the year ended on March 31, 2014 are disclosed in the annual financial information in Note 20.b.

At the Extraordinary General Meeting held on July 28, 2014, the shareholders of RCSA deliberated and approved the declaration of dividends to the holders of ordinary shares in proportion to the shares held by them amounting to R$ 246,104, which was paid in October 31, 2014.

Additionally, at an Extraordinary General Meeting held on December 19, 2014, the shareholders of RCSA deliberated and approved the declaration of dividends to the holders of of ordinary shares in proportion to the shares held by them, amounting to R$ 200,000, which R$ 100,000 was paid to Cosan on 31 December 2014 and R$ 100,000 was paid to Shell on January 7, 2015.

ii) Interest on capital ("JCP")

At the Extraordinary General Meeting held on Octuber 15, 2014, the RCSA shareholders resolved and approved the declaration of interest on equity calculated for the period between February 1st and September 30, 2014 amounting to R$ 109,500, individually credited at the rate of 50% for each shareholder. Thus, the net amount payable is R$ 93,075, which was paid on October 31, 2014.

Additionally, on October 31, 2014, the RCSA paid the remaining balance of JCP, of March 31, 2014, net amount of R$ 19,550.

At the Extraordinary General Meeting held on December 31, 2014, the RCSA shareholders resolved and approved the declaration of interest on equity calculated for the period between October 1st and December 31, 2014 amounting to R$ 45,000, individually credited at the rate of 50% for each shareholder. Thus, the net amount payable is R$ 38,250, until July 31, 2015.

c) Equity accounting adjustment

i) Effect of conversion of foreign currency - CTA

This corresponds to differences in the conversion into Reais of the accounting information of investees with different functional currencies from RESA and RCSA.

ii) Net derivative gain – hedge accounting

This refers to changes in the fair value arising from cash-flow hedging of revenue from the export of raw sugar (called "VHP"), and exchange variations on foreign exchange agreement advances ("ACCs") and export pre-payments ("PPEs").

iii) Actuarial liabilities

Thes relate to gains and losses from the provision for payment of post-employment benefits. This component is recognized in other comprehensive income, however, it will not be reclassified to income in subsequent periods.

d) Legal reserve

Refers to the destination of 5% of the net income to legal reserve, pursuant to Company bylaws and in compliance with Brazilian Corporate Law.

e) Reserves for retention of earnings

e.1) RESA

The remaining balance of the net income after allocations to the legal reserve and provision of dividends, was appropriated to that account.

e.2) RCSA:

On July 28, 2014, a meeting of the Board of Directors discussed and approved the payment of dividends to the holders of ordinary shares in proportion to the shares held by them amounting to R$ 298,651, being R$ 160,473 to Shell and Cosan to R$ 138,178.

22. Net operating revenue

	Oct-Dec 2014	Oct-Dec 2013	Apr-Dec 2014	Apr-Dec 2013
Gross revenue from sales of products and services	17,621,328	15,446,792	50,223,901	44,788,383
Taxes and sales deductions/abatements	(645,868)	(570,630)	(1,798,916)	(1,715,255)
Net operating revenue	16,975,460	14,876,162	48,424,985	43,073,128

23. Expenses by nature

Reconciliation of expenses by nature

The expenses group is recognized in the consolidated statement of income by function. The reconciliation of results of the Group by nature for the nine month period ended December 31, 2014 and 2013, is shown in detail below:

a) Expenses by nature:

	Oct-Dec 2014	Oct-Dec 2013	Apr-Dec 2014	Apr-Dec 2013
Fuels - resale	13,816,213	12,256,150	40,202,854	35,274,675
Raw materials	925,668	717,542	2,080,324	1,883,443
Depreciation and amortization	541,301	426,565	1,493,556	1,429,289
Personnel expenses	293,408	297,288	917,713	904,589
Other expenses	104,728	136,286	522,182	472,221
Cutting, loading and transport	215,970	156,346	566,811	534,798
Freight	70,150	66,067	211,997	192,209
Selling expenses	45,581	48,731	164,904	119,196
Maintenance materials	94,330	71,235	208,390	224,269
Contracted labor	80,305	74,165	191,609	226,471
Rents and leasing	57,627	58,371	144,643	200,152
Biological assets and agricultural products	60,603	118,313	113,776	128,062
Power resale	47,629	31,901	96,807	31,901
Logistics expenses	19,206	22,914	68,359	67,207
Telecommunications	3,369	2,863	10,144	8,846
	16,376,088	14,484,737	46,994,069	41,697,328

b) Classified as:

	Oct-Dec 2014	Oct-Dec 2013	Apr-Dec 2014	Apr-Dec 2013
Costs of products sold and services provided	15,788,387	13,829,964	45,133,537	39,783,563
Selling expenses	399,744	414,448	1,228,685	1,225,348
General and administrative expenses	187,957	240,325	631,847	688,417
	16,376,088	14,484,737	46,994,069	41,697,328

24. Other operating revenue, net

	Oct-Dec/2014	Oct-Dec/2013	Apr-Dec/2014	Apr-Dec/2013
Profit from the sale of property, plant and equipment and investments	24,846	121,355	108,685	185,716
Rental and lease revenue	31,507	31,752	102,019	90,777
Capital gains on dilution of equity interest (Note 11.c.iii)	-	-	30,333	-
Gains and losses on the fair value of share	29,158	-	29,158	-
Royalty revenue	14,506	11,693	38,291	34,598
Commission on sales of lubricants and cards	10,813	13,514	32,919	37,340
Merchandising	10,127	12,705	29,990	27,091
Shop license revenue	4,485	4,032	12,674	11,857
Provision for losses on technology contracts (Note 14)	(44,639)	(32,179)	(44,639)	(32,179)
Constitution of provision for judicial claims and paid indemnities	(3,512)	(7,382)	(13,087)	(20,586)
Other revenue (expenses), net	(4)	9,740	3,103	6,506
	77,287	165,230	329,446	341,120

25. Financial income

	Oct-Dec/2014	Oct-Dec/2013	Apr-Dec/2014	Apr-Dec/2013
Financial expenses				
Interest	(200,114)	(137,095)	(487,282)	(361,688)
Bank expenses	(5,543)	(3,606)	(15,880)	(10,033)
Passive monetary variation	(26,121)	(15,504)	(25,933)	(40,946)
	(231,778)	(156,205)	(529,095)	(412,667)
Less: capitalized amounts on qualified assets (Note 13)	8,933	15,471	29,946	47,958
	(222,845)	(140,734)	(499,149)	(364,709)
Financial revenue				
Interest	59,516	35,204	157,580	92,514
Earnings from financial investments	67,904	34,942	165,778	94,062
Active monetary variation and other	7,171	6,919	6,312	18,213
Change in fair value of financial instruments	-	-	-	12,516
	134,591	77,065	329,670	217,305
Foreign exchange variations	(277,815)	(190,970)	(541,419)	(552,279)
Net impact of derivatives	19,587	(27,565)	108,969	(39,068)
	(346,482)	(282,204)	(601,929)	(738,751)

26. Financial instruments

a) Overview

The Raízen Group shows exposure to the following market risks:

- Price risk
- Foreign exchange risk
- Interest rate risk
- Credit risk
- Liquidity risk

This note shows information about the exposure of the Group to each of the above risks, the objectives, practices and processes used by the Group to measure and manage them, and the capital management policy of the Group.

b) Risk management structure

The Raízen Group has specific treasury and trading policies that define a guidance to risk-management practice. Two committees monitor the activities and ensure compliance with the Group's policies:

(i) The Risk committee, which meets on a weekly basis to analyze the performance of commodities and exchange markets and decide on the hedge positions and pricing strategies for sugar exports, in order to reduce the adverse effects of changes in price and exchange rates

(ii) The Ethanol committee, which meets on a monthly basis in order to analyze the risks related to the sale of ethanol and the adequacy of the limits set in risk policies.

The Group is exposed to market risks, the main risks being:

(i) The volatility of sugar and ethanol prices, and

(ii) The volatility of the exchange rate, and

(iii) The volatility of the exchange rate. The contracting of financial instruments for hedging purposes is made based on a periodic analysis of the exposure to risk that Management intends to cover.

On December 31 and March 31, 2014, derivative financial instrument transactions for hedging or other purposes were measured at fair value using observable inputs, such as prices quoted in active markets or discounted cash flow based on market curves, and were as follows:

	Notional		Fair Value	
	December 31, 2014	March 31, 2014	December 31, 2014	March 31, 2014
Price risk				
Derivatives of products				
Future contracts	1,160,460	1,336,437	186,800	(12,053)
	1,160,460	1,336,437	186,800	(12,053)
Foreign exchange risk				
Exchange rate derivatives				
Future contracts	(512,055)	42,500	(8,684)	274
Forward contracts	(1,228,215)	1,810	29,387	42,310
Exchange locks	17,794	227,698	222	21,106
Exchange swaps	(212,982)	-	(12,600)	-
	(1,935,458)	272,008	8,325	63,690
Interest rate risk				
Derivatives of exchange rates	-	-	-	116
Swap contracts	(1,414,960)	592,906	(3,779)	(5,945)
	(1,414,960)	592,906	(3,779)	(5,829)
Total			191,346	45,808
Current assets			481,079	224,476
Non-current assets			89,401	1,109
Total assets			570,480	225,585
Current liabilities			(337,426)	(166,899)
Non-current liabilities			(41,708)	(12,878)
Total liabilities			(379,134)	(179,777)
Total			191,346	45,808

c) Price risk

Derives from the possibility of variations in the market prices of goods sold by the Raízen Group, mainly VHP sugar (sugar #11), refined sugar (sugar #5 or "white sugar") and ethanol. Price fluctuations can cause substantial changes in revenue, and in order to minimize this risk, the Group always monitors the market and takes steps to ensure it is prepared for price fluctuations. In the table below, the positions of derivative financial instruments covering commodity price risks are shown:

Price risk: outstanding derivatives of products on December 31, 2014

Derivatives	Purchased/Sold	Market	Agreement	Maturity	Notional (units)	Notional (R$ thousand)	Fair value (R$ thousand)
Future	Sold	NYSE LIFFE	*Sugar#5*	Apr/15	3.750 t	3.993	5
Future	Sold	NYSE LIFFE	*Sugar#5*	Jul/15	5.850 t	6.220	(18)
Future	Sold	NYSE LIFFE	*Sugar#5*	Sep/15	7.800 t	8.672	(44)
Future	Sold	NYSE LIFFE	*Sugar#5*	Nov/15	2.850 t	3.235	(17)
Future	Sold	ICE	*Sugar*#11	Feb/15	1.370.376 t	1.387.615	222.268
Future	Sold	ICE	*Sugar*#11	Apr/15	231.202 t	220.244	18.242
Future	Sold	ICE	*Sugar*#11	Jun/15	338.344 t	333.224	31.074
Future	Sold	ICE	*Sugar*#11	Sep/15	464.131 t	474.378	48.481
Future	Sold	ICE	*Sugar*#11	Feb/16	111,105 t	114.146	9.952
Future	Sold	ICE	*Sugar*#11	Jun/16	7.264 t	7.861	867
Option	Sold	ICE	*Sugar*#11	Sep/16	5.944 t	6.504	716
Subtotal of future sugar sold					2.548.616 t	2.566.092	331.526
Future	Purchased	ICE	Sugar#11	Sugar#11	(1.153.316) t	(1.122.075)	(141.434)
Future	Purchased	ICE	Sugar#11	Sugar#11	(152.255) t	(146.412)	(13.387)
Future	Purchased	ICE	Sugar#11	Sugar#11	(23.928) t	(22.678)	(1.309)
Future	Purchased	ICE	Sugar#11	Sugar#11	(21.642) t	(20.623)	(764)
Optin	Purchased	ICE	Sugar#11	Sugar#11	(9.144) t	(9.204)	(411)
Subtotal of future sugar purchased					(1.360.285) t	(1.320.992)	(157.305)
Subtotal of future sugar					1.188.331 t	1.245.100	174.221
Future	Sold	BMFBovespa	Ethanol	Dec/14	11.520 m³	13.995	41
Future	Sold	BMFBovespa	Ethanol	Jan/15	3.000 m³	4.020	15
Future	Sold	BMFBovespa	Ethanol	Mar/15	12.300 m³	15.164	(61)
Future	Sold	NYMEX	Ethanol	Jan/15	2.520 m³	10.874	407
Future	Sold	NYMEX	Ethanol	Feb/15	2.520 m³	10.874	641
Future	Sold	NYMEX	Ethanol	Mar/15	2.520 m³	10.874	596
Future	Sold	NYMEX	Ethanol	Apr/15	2.940 m³	13.014	968
Future	Sold	NYMEX	Ethanol	May/15	2.940 m³	13.014	933
Future	Sold	NYMEX	Ethanol	Jun/15	2.940 m³	13.014	900
Future	Sold	CHGOETHNL	Ethanol	Jan/15	116.480 m³	132.562	5.564
Future	Sold	CHGOETHNL	Etanol	Feb/15	50.400 m³	55.818	2.093
Future	Sold	CHGOETHNL	Ethanol	Mar/15	44.000 m³	48.074	963
Future	Sold	CHGOETHNL	Ethanol	Apr/15	45.600 m³	54.484	5.440
Future	Sold	CHGOETHNL	Ethanol	May/15	41.600 m³	50.046	5.177
Future	Sold	CHGOETHNL	Ethanol	Jun/15	41.600 m³	50.046	5.055
Future	Sold	EURTHNL T2	Ethanol	Jan/15	2.000 m³	2.944	(16)
Subtotal of future ethanol sold					384.880 m³	498.817	28.716
Future	Purchased	BMFBovespa	Etanol	Dec/14	(17.460 m³)	(21.690)	(61)
Future	Purchased	BMFBovespa	Ethanol	Jan/15	(18.240 m³)	(22.913)	(91)
Future	Purchased	BMFBovespa	Ethanol	Mar/15	(15.000 m³)	(19.022)	75
Future	Purchased	NYMEX	Ethanol	Jan/15	(2.940 m³)	(13.044)	(833)
Future	Purchased	NYMEX	Ethanol	Feb/15	(2.940 m³)	(13.044)	(1.105)
Future	Purchased	NYMEX	Ethanol	Mar/15	(2.940 m³)	(13.044)	(1.052)
Future	Purchased	NYMEX	Ethanol	Apr/15	(1.260 m³)	(5.586)	(424)
Future	Purchased	NYMEX	Ethanol	May/15	(1.260 m³)	(5.586)	(409)
Future	Purchased	NYMEX	Ethanol	Jun/15	(1.260 m³)	(5.587)	(395)
Future	Purchased	CHGOETHNL	Ethanol	Jan/15	(156.640 m³)	(190.687)	(19.903)
Future	Purchased	CHGOETHNL	Etanol	Feb/15	(85.600 m³)	(104.359)	(13.112)
Future	Purchased	CHGOETHNL	Ethanol	Mar/15	(61.600 m³)	(72.340)	(8.385)
Future	Purchased	CHGOETHNL	Ethanol	Apr/15	(57.600 m³)	(63.392)	(1.443)
Future	Purchased	CHGOETHNL	Ethanol	May/15	(53.600 m³)	(59.045)	(1.234)
Future	Purchased	CHGOETHNL	Ethanol	Jun/15	(53.600 m³)	(59.020)	(1.047)
Future	Purchased	EURTHNL T2	Ethanol	Jan/15	(3.000 m³)	(4.221)	200
Subtotal of future ethanol purchased					(534.940 m³)	(672.580)	(49.219)
Physical fixed	Sold	CHGOETHNL	Ethanol	Jan15-Out/15	275.684 m³	427928	30621
Physical fixed	Purchased	CHGOETHNL	Ethanol	Jan15-Out/15	(250.578 m³)	(338.805)	2461
Subtotal of physical fixed ethanol					25.106 m³	89.123	33.082
Subtotal of future ethanol					(124.954) m³	(84.640)	12.579
Total of derivatives of products on December 31, 2014						1.160.460	186.800
Total of derivatives of products on March, 31 2014						1.336.437	(12.053)

d) Foreign exchange risk

Arises from the possibility of fluctuations in the exchange rates used by the Raízen Group to calculate export and import revenue, debt flows and other foreign currency denominated assets and liabilities. The Group uses derivatives transactions to manage cash flow risks arising from US Dollar - denominated export revenue, net of other foreign currency denominated cash flow. The table below shows the outstanding derivative positions as at December 31, 2014 used to hedge against exchange rate risk:

Price risk: Outstanding exchange rate derivatives on December 31, 2014

Derivatives	Purchased/ Sold	Market	Agreement	Maturity	Notional (US$ thousand)	Notional (R$ thousand)	Fair Value (R$ thousand)
Future	Sold	BMFBovespa	Commercial Dollar	Jan/15	985.250	2.617.021	46.373
Future	Sold	BMFBovespa	Commercial Dollar	Feb/15	608.750	1.621.857	25.116
Future	Sold	BMFBovespa	DDI	Jan/16	355.000	942.951	(15.949)
Subtotal of futures sold					1.949.000	5.181.829	55.540
Future	Purchased	BMFBovespa	Commercial Dollar	Jan/15	(975.250)	(2.590.459)	(45.902)
Future	Purchased	BMFBovespa	Commercial Dollar	Feb/15	(590.750)	(1.576.110)	(24.387)
Future	Purchased	BMFBovespa	DDI	Jan/16	(575.000)	(1.527.315)	6.065
Subtotal of futures purchased					(2.141.000)	(5.693.884)	(64.224)
Subtotal of futures purchased/sold					(192.000)	(512.055)	(8.684)
Forward	Sold	OTC/Cetip	NDF	Feb/15	(700.000)	(1.883.270)	(15.904)
Forward	Sold	OTC/Cetip	NDF	Jan/16	(250.000)	(659.595)	61.569
Forward	Purchased	OTC/Cetip	NDF	Jan/15	250.000	645.215	(18.827)
Forward	Purchased	OTC/Cetip	NDF	Feb/15	250.000	669.435	2.549
Subtotal of forwards purchased/sold					(450.000)	(1.228.215)	29.387
Exchange Swap	Comprado	OTC	Swap de Câmbio	Out/21	(80.183)	(212.982)	(12.600)
Subtotal Swap					(80.183)	(212.982)	(12.600)
Exchange lock	Sold	OTC	Exchange lock	Jan/15	17.663	46.916	(3.382)
Exchange lock	Sold	OTC	Exchange lock	Mar/15	1.005	2.670	(17)
Exchange lock	Purchased	OTC	Exchange lock	Jan/15	(7.223)	(19.185)	2.221
Exchange lock	Purchased	OTC	Exchange lock	Feb/15	(3.799)	(10.091)	1.126
Exchange lock	Purchased	OTC	Exchange lock	Apr/15	(947)	(2.516)	274
Subtotal of exchange locks					6.699	17.794	222
Exchange total on December 31, 2014					(715.484)	(1.935.458)	8.325
Exchange total on March 31, 2014					105.167	272.008	63.690

On December 31 and March 31, 2014, the Raízen Group presented the following net exposure to US Dollar variance in assets and liabilities denominated in US Dollars:

	December 31, 2014		March 31, 2014	
	R$	US$ (in thousands)	R$	US$ (in thousands)
Cash and cash equivalents (Note 3)	488,162	183,782	344,716	152,327
Restricted cash (Note 4)	28,709	10,808	118,889	52,536
Trade notes receivable abroad (Note 5)	288,212	108,506	165,500	73,133
Related parties (Note 10.a.3)	109,137	41,088	111,676	49,349
Loans and financing (Note 16)	(5,871,026)	(2,210,310)	(3,929,725)	(1,736,511)
Derivatives (Note 26)	191,346	72,037	45,808	20,242
Other	(29,037)	(10,932)	(10,660)	(4,711)
Foreign exchange exposure, net	(4,794,497)	(1,805,021)	(3,153,796)	(1,393,635)

e) Effects of hedge accounting

As disclosed in the annual financial statement as at March 31, 2014 the Raízen Group made a formal designation of its transactions subject to hedge accounting for derivative instruments used to hedge cash flow from VHP sugar export revenue. From April 1, 2014 the Group also designates the hedge accounting of exchange variations related to the export of sugar and ethanol using financial instruments to hedge cash flow from US$-denominated revenue, by documenting: (i) the hedge relationship, (ii) the Group's risk-management goal and strategy to contract the hedge, (iii) the identification of the financial instrument, (iv) the hedged item or transaction, (v) the nature of the risk to be hedged, (vi) the description of the hedge relationship, (vii) the correlation between the hedge and the hedged item, and (viii) the retrospective and prospective statement of hedge effectiveness. The Group designated as eligible financial instruments its ACCs, PPEs, exchange locks, and NDFs.

On December 31, 2014, the impacts accounted for in the Group's shareholder's equity and the estimated realization in the income statement were as follow:

			As at December 31, 2014		
			Fiscal years		
Derivative	Market	Risk	2014/15	2015/16	Total
Future	OTC/NYBOT	*Sugar#11*	111,562	98,265	209,827
Future	BMF&BOVESPA	Ethanol	(86)	(76)	(162)
ACC and PPE	Debt	Exchange	(86,142)	(153,955)	(240,097)
			25,334	(55,766)	(30,432)
(-) Deferred taxes			(8,613)	18,960	10,347
Effect on shareholder's equity on December 31, 2014			16,721	(36,806)	(20,085)
Effect on shareholder's equity on March 31, 2014			(10,848)	(604)	(11,452)

Below are the changes in the balances of other comprehensive income during the year:

Cash flow hedge

Balance as at March 31, 2014	(11,452)
Gains (losses) during the period:	
Swap future contracts and commodities contracts	356,539
Exchange lock contracts	(1,780)
ACC and PPE contracts	(240,097)
Financial sales/income	(127,744)
Total effect on adjustment for equity valuation from cash flow hedge (before deferred taxes)	(13,082)
Effect of deferred taxes other comprehensive income	4,449
Balance on December 31, 2014	(20,085)

f) Interest rate risk

The Raízen Group monitors fluctuations in floating interest rates pegged to some debts, mainly those pegged to Libor rate, and makes use of derivatives to minimize these risks. The table below shows the outstanding derivatives positions used to hedge against interest rate risk, as at December 31, 2014:

				Price risk of outstanding interest-rate derivatives on December 31, 2014		
Derivatives	**Assets/Liabilities**	**Market**	**Maturity**	**Notional (US$ thousand)**	**Notional (in thousands of R$)**	**Fair Value (in thousands of R$)**
Interest swap	Santander	OTC	Dez/15	(450.000)	(1.195.290)	(1.262)
Interest swap	Goldman	OTC	Jan/16	(175.000)	(464.835)	(2.480)
Interest swap	Bank of America	OTC	Set/17	(75.000)	(199.215)	97
Interest swap	Credit Agricole	OTC	Mar/19	(100.000)	(265.620)	8
Subtotal of swaps				(800.000)	(2.124.960)	(3.637)
Future	BMFBovespa	DI	Jan/16	709.660	1.885.000	93
Future	BMFBovespa	DI	Jan/16	(442.361)	(1.175.000)	(235)
Subtotal of futures				267.299	710.000	(142)
Total interest on December 31, 2014				(532.701)	(1.414.960)	(3.779)
Total interest on March 30, 2014				262.000	592.906	(5.829)

g) Credit risk

Credit risks as well as the policies and procedures implemented by the Raízen Group are disclosed in the annual financial statements as at March 31, 2014.

Guarantee margins – The derivatives operations on commodity exchanges (NYBOT, LIFFE and BM&FBovespa) require an initial guarantee margin. The total margin deposited as at December 31, 2014 was R$ 97,359, of which R$ 79,328 was committed financial investments and R$ 18,031 represented the margin of derivatives operations. The total margin deposited as at March 31, 2014 was R$ 233,494, of which R$ 99,782 represented committed financial investments and R$ 133,712 represented the margin of derivatives operations. The Group's OTC derivatives transactions are exempt from margin guarantees.

The credit risk on cash and cash equivalents, consisting mainly of investment funds and CDBs (Note 3), is distributed among the main national and international banks rated as investment grade by international risk rating agencies.

h) Liquidity risk

The liquidity risk, as well as the policies and procedures implemented by the Raízen Group, are disclosed in the annual financial statements as at March 31, 2014.

The table below shows the financial liabilities by maturity:

	December 31, 2014					March 31, 2014
	Up to one year	Up to two years	From three to five years	Five years or more	Total	Total
Loans and financing (Note 16)	3,547,531	733,542	6,201,358	1,498,923	11,981,354	8,448,727
Derivative financial instruments (Note 26)	337,426	29,108	-	12,600	379,134	179,777
Suppliers (Note 15)	1,165,254	-	-	-	1,165,254	1,414,087
Related parties (Note 10)	188,461	12,391	37,174	966,964	1,204,990	1,453,468
Taxes payable (Note 17)	359,593	1,623	2,263	53,908	417,387	904,108
	5,598,265	776,664	6,240,795	2,532,395	15,148,119	12,400,167

i) Debt acceleration risk

The Raízen Group and its subisidiaries are subject to certain covenants on loans and financing, such as cross-default and negative pledges, which are being met as required under the agreements.

j) Fair value

The procedures for the measurement and recognition of the fair values of assets and liabilities of Raízen Group's remain the same value disclosed in the annual financial statements as at March 31, 2014.

The categories of financial instruments are presented as follow:

		Book value		Market value	
	Classification	December 31, 2014	March 31, 2014	December 31, 2014	March 31, 2014
Financial assets					
Cash and cash equivalents (Note 3)	Fair value through income	2,817,420	2,337,621	2,817,420	2,337,621
Restricted cash (Note 4)	Fair value through income	203,124	304,582	203,124	304,582
Trade accounts receivable (Note 5)	Loans and receivables	2,541,078	1,775,905	2,541,078	1,775,905
Derivative financial instruments (26.b)	Fair value through income	570,480	225,585	570,480	225,585
Related parties (Note 10)	Loans and receivables	1,268,407	1,663,388	1,268,407	1,663,388
Other financial assets (Note 9)	Loans and receivables and value through profit	988,095	903,947	988,095	903,947
		8,388,604	7,211,028	8,388,604	7,211,028
Financial liabilities					
Loans and financing (1) (Note 16)	Amortized cost	(11,981,354)	(8,448,727)	(12,057,882)	(8,568,243)
Derivative financial instruments (Note 26.b)	Fair value through income	(379,134)	(179,777)	(379,134)	(179,777)
Suppliers (Note 15)	Other financial liabilities	(1,165,254)	(1,414,087)	(1,165,254)	(1,414,087)
Related parties (Note 10)	Other financial liabilities	(1,204,990)	(1,453,468)	(1,204,990)	(1,453,468)
		(14,730,732)	(11,496,059)	(14,807,260)	(11,615,575)

(1) Stated net of securities placement expenses./
(2) On December 31, 2014, includes derivatives designated as hedge instruments amounting to R$ 209,665 (R$ 17,353 on March 31, 2014)

Fair value hierarchy

The definition, recognition and recording of the fair value hierarchy are as disclosed in the annual financial statements as at March 31, 2014.

Assets assessed at fair value	Level 1	Level 2	Total
March 31, 2014			
Derivative financial assets	131,024	94,561	225,585
Derivative financial liabilities	(142,686)	(37,091)	(179,777)
Total	(11,662)	57,470	45,808
December 31, 2014			
Derivative financial assets	495,869	74,611	570,480
Derivative financial liabilities	(317,895)	(61,239)	(379,134)
Total	177,974	13,372	191,346

As at December 31, 2014 and March 31, 2014, there were no transfers between these levels.

k) Sensitivity analysis

Pursuant to CVM Rule nº. 475 issued on March 17, 2008, 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 Raízen Group:

Assumptions for the sensitivity analysis

For the analysis, the Raízen Group adopted three scenarios, one probable and two that may have effects on the impairment and fair value of the Group's derivative financial instruments. The probable scenario was defined based on the sugar future market and Dollar curves as at December 31 and March 31, 2014, which determine the balance of derivatives at fair value as at the mentioned date. The adverse possible and remote scenarios were defined taking into consideration the adverse impacts of 25% and 50% on the sugar and Dollar price curves, which were considered as the basis for the probable scenario.

Sensitivity table

The Raízen Group performed simulations with increases and reductions in sugar prices (US$/tonne) of +/- 25% (possible) and +/- 50% (remote):

Simulations of sugar prices (US $ / tonne) December 31, 2014

		Scenario			
Maturity	Balance sheet date	25%	50%	-25%	-50%
02/28/2015	14.52	18.15	21.78	10.89	7.26
04/30/2015	14.92	18.65	22.38	11.19	7.46
06/30/2015	15.25	19.06	22.88	11.44	7.63
09/30/2015	15.67	19.59	23.51	11.75	7.84
02/28/2016	16.42	20.53	24.63	12.32	8.21
04/30/2016	16.47	20.59	24.71	12.35	8.24
06/30/2016	16.44	20.55	24.66	12.33	8.22
09/30/2016	16.63	20.79	24.95	12.47	8.32
02/28/2017	17.08	21.35	25.62	12.81	8.54
04/30/2017	16.92	21.15	25.38	12.69	8.46
06/30/2017	16.76	20.95	25.14	12.57	8.38

Simulations of sugar prices (US $ / tonne) March 31, 2014

		Scenario			
Maturity	Balance sheet date	25%	50%	-25%	-50%
04/30/2014	17.77	22.21	26.66	13.33	8.89
06/30/2014	18.13	22.66	27.20	13.60	9.07
09/30/2014	18.55	23.19	27.83	13.91	9.28
02/28/2015	19.17	23.96	28.76	14.38	9.59
04/30/2015	19.00	23.75	28.50	14.25	9.50
06/30/2015	18.74	23.43	28.11	14.06	9.37
09/30/2015	18.79	23.49	28.19	14.09	9.40
02/28/2016	19.04	23.80	28.56	14.28	9.52
04/30/2016	18.96	23.70	28.44	14.22	9.48
06/30/2016	18.91	23.64	28.37	14.18	9.46
09/30/2016	19.03	23.79	28.55	14.27	9.52

The following is the sensitivity table on the change in the fair value of the Raízen Group's financial derivatives and its subsidiaries in the probable, possible and remote scenarios:

			Impacts on Income (*)			
	Risk factor	Probable scenario	Possible Scenario + (25%)	Fair value balance	Remote Scenario + (50%)	Fair value balance
Price risk						
Derivatives of products						
Future contracts:						
Sales undertakings	Increase of sugar price	174,221	(268,809)	(94,588)	(537,618)	(363,397)
Purchase undertakings	Decrease of hydrated ethanol price	12,579	(57,115)	(69,694)	(114,230)	(126,809)
Total price risk		186,800	(325,924)	(164,282)	(651,848)	(490,206)
Foreign exchange risk						
Exchange rate derivatives						
Future contracts:						
Commitment for purchase and sale	Decrease in price R$/US$	(8,684)	(50,206)	(58,890)	(100,412)	(109,096)
Forward contracts:						
Commitment for purchase and sale	Decrease in price R$/US$	29,387	(291,989)	(262,602)	(583,979)	(554,592)
Exchange locks:						
Commitment for purchase and sale	Decrease in price R$/US$	222	26	248	54	276
Exchange swaps:						
Commitment for purchase and sale	Decrease in price R$/US$	(12,600)	66,615	54,015	133,229	120,629
Total exchange rate risk		8,325	(275,554)	(267,229)	(551,108)	(542,783)
Interest rate risk						
Interest derivatives						
Swap contracts, locks, DI and NDF	Decrease in interest rates	(3,779)	(49,631)	(53,410)	(96,902)	(100,681)

(*) Projected results to occur up to 12 months from December 31, 2014.

Additionally, the Raízen Group and its subisidiares made two simulations involving appreciations and decreases in exchange rates (R$/US$) by +/- 25% (possible) and +/- 50% (remote) and their impacts on the Group's assets and liabilities pegged to the US Dollar.

	Exchange rate simulations (R$/US$)				
		Scenarios			
	Balance sheet date	+25%	+50%	-25%	-50%
December 31, 2014	2.6562	3.3203	3.9843	1.9922	1.3281
March 31, 2014	2.2630	2.8288	3.3945	1.6973	1.1315

The probable scenario takes into consideration the position on December 31, 2014, The effects of possible and remote scenarios would be recorded in consolidated income as exchange variation gains (losses) and are as follow:

		Exchange variation effect			
		Scenarios			
Net exchange exposure as at December 31, 2014		**+25%**	**+50%**	**-25%**	**-50%**
Cash and cash equivalents (Note 3)	488,162	122,041	244,081	(122,041)	(244,081)
Restricted cash (Note 4.i)	28,709	7,177	14,355	(7,177)	(14,355)
Trade notes receivable abroad (Note 5)	288,212	72,053	144,106	(72,053)	(144,106)
Related parties (Note 10.a.3)	109,137	27,284	54,569	(27,284)	(54,569)
Loans and financing (Note 16)	(5,871,026)	(1,467,757)	(2,935,513)	1,467,757	2,935,513
Derivatives (Note 26)	191,346	47,837	95,673	(47,837)	(95,673)
Other	(29,037)	(7,259)	(14,519)	7,259	14,519
	(4,794,497)	(1,198,624)	(2,397,248)	1,198,624	2,397,248

		Exchange variation effect			
		Scenarios			
Net exchange exposure as at March 31, 2014		**+25%**	**+50%**	**-25%**	**-50%**
Cash and cash equivalents (Note 3)	344,716	86,179	172,358	(86,179)	(172,358)
Restricted cash (Note 4.i)	118,889	29,722	59,445	(29,722)	(59,445)
Trade notes receivable abroad (Note 5)	165,500	41,375	82,750	(41,375)	(82,750)
Related parties (Note 10.a.3)	111,676	27,919	55,838	(27,919)	(55,838)
Loans and financing (Note 16)	(3,929,725)	(982,431)	(1,964,863)	982,431	1,964,863
Derivatives (Note 26)	45,808	11,452	22,904	(11,452)	(22,904)
Other	(10,660)	(2,665)	(5,330)	2,665	5,330
	(3,153,796)	(788,449)	(1,576,898)	788,449	1,576,898

The Raízen Group and its subisidiaries made simulations of floating interest rates on borrowing and financing and income from investments pegged to the CDI rate. These simulations involved appreciations and depreciations of 25% and 50%, the results are as follow:

		December 31, 2014		
		Interest rate sensitivity		
		Probable scenario	**Possible scenario (+/-25%)**	**Remote scenario (+/-50%)**
Financial statements	Decrease	254,501	190,876	127,251
	Increase	254,501	318,126	381,752
Loans and financing	Decrease	(552,082)	(414,062)	(276,041)
	Increase	(552,082)	(690,103)	(828,123)

		March 31, 2014		
		Interest rate sensitivity		
		Probable scenario	**Possible scenario (+/-25%)**	**Remote scenario (+/-50%)**
Financial statements	Decrease	145,563	109,172	72,782
	Increase	145,563	181,954	218,345
Loans and financing	Decrease	(425,590)	(319,193)	(212,795)
	Increase	(425,590)	(531,988)	(638,385)

l) Capital management

The capital management, as well as the credit rating assigned to the Raízen Group, remain as disclosed in the annual financial statements of March 31, 2014.

The financial leverage ratios as at December 31 and March 31, 2014 were calculated as follow:

	December 31, 2014	March 31, 2014
Third party capital		
Loans and financing (Note 16)	11,981,354	8,448,727
(-) Cash and cash equivalents (Note 3)	(2,817,420)	(2,337,621)
(-) Financial investments linked to financing (Note 4)	(77,056)	(71,088)
(-) National Treasury Certificate – CTN (Note 9)	(478,294)	(434,366)
	8,608,584	5,605,652
Own capital		
Shareholders' equity		
Attributable to shareholders of the parent company	10,945,940	10,870,990
Non-controlling shareholders' interest	141,855	110,877
	11,087,795	10,981,867
Total third party capital	19,696,379	16,587,519
Financial leverage ratio	44%	34%

The increase in the gearing ratio was influenced substantially by funding loans and financing incurred during the nine-month period ended December 31, 2014, mainly in the forms Syndicated loans, BNDES, CRA and ACCs, offset by the full settlement of the Senior Notes Due 2014 (Note 16). The increase in loans and financing is aligned with Raízen Group's strategy of investment in industrial parks and cane sugar crops, as well as equalization of your box.

27. Anticipated revenue

	December 31, 2014	March 31, 2014
Commission on sales (a)	264,047	294,910
Loyalty cards (b)	52,833	54,333
Contracts	6,636	31,388
Other	5,289	6,510
	328,805	387,141
Current	(53,918)	(79,506)
Non-current	274,887	307,635

(a) Refers to the receipt in advance of R$ 411,502 from Shell, relating to the commission on the sale of lubricants at Shell's service stations over a period of ten years, as set forth in the lubricant sales representation agreement, In both quarters, April-December 2014 and April-December 2013, RCSA recorded the amount of R$ 30,863 in revenue from commission recognized under "other operating revenue, net".

(b) Refers to the anticipated revenue in the amount of R$ 60,000 for the development of trade partnerships in order to explore over 30 years the customer portfolio. In both quarters, April-December 2014 and April-December 2013, RCSA recorded in income under "other operating revenue, net" an amount of R$ 500 as amortization of the principal amount according to the contract in force.

28. Retirement supplementation plan

Defined contribution plan

The Group sponsors the Root Benefits Plan, administered by Raízprev - Private Pension Fund, which is a closed supplementary pension entity non-profit.

The entity is endowed with administrative and financial independence, having as its object the administration and execution of retirement benefit plans, as defined in the Regulations of the benefit plans.

The Group has no legal or constructive obligations to make additional contributions in the event that the plan has insufficient assets for the payment of all benefits, or in the event of eventual deficit.

In the period ended December 31, 2014, the amount of contribution recognized as expenses was R$ 12,458 (R$ 9,950 in the nine month period ended December 31, 2013).

29. Insurance

The Group and its subsidiaries have an insurance and risk management program that offers coverage and protection consistent with its assets and operations.

The insurance coverage contracted is based on a strict risk and loss study conducted by local insurance advisers, and the insurance is considered by Management to be sufficient to cover probable losses that may arise, based on the nature of the activities of the Group's companies.

The risk provisions adopted are not part of the scope of review of the quarterly financial statements. Consequently, they were not examined by the Group's independent auditors.

30. Subsequent events

Hibernation of the Unit Bom Retiro

On January 25, 2015, RESA announced that the industrial activities of the plant Bom Retiro, located in Capivari (SP) would be suspended for two years due to the lower availability of sugar cane in the region – an acute shortage due to the drought that hit the cane fields. The suspension of industrial activities is intended to optimize the production of the other Raízen plants in that area, redirecting to them the raw material previously allocated to the Bom Retiro unit. The agricultural operation of Raízen's sugar cane providers in the region will not be impacted, and nor will the planned production of the RESA.

Schuldschein

On January 2015, RCSA through its subsidiary Raízen Fuels Finance Ltd. ("Raízen Fuels"), obtained new loan in that modality in the amount of EUR 40 million, with a rate of 2.0% plus quarterly Euribor and maturing on January 20, 2022. At the same time, Raízen Fuels granted Export Prepayment to RESA amounting to EUR 40 million, with the interest rate of 2.21% plus quarterly Euribor and maturing on January 20, 2022.

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