Raízen Energia S.A.

Interim financial information as of December 31, 2017

(A free translation of the original report in Portuguese containing financial statements prepared in accordance with accounting practices adopted in Brazil)

KPDS 213499

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Report on review of interim financial information

(A free translation of the original report in Portuguese, as filed in the Brazilian Securities Commission ("CVM"), containing individual and consolidated interim financial information prepared in accordance with the Technical Pronouncement CPC 21(R1) - Interim Financial Reporting and IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board - IASB)

To the Board of Directors and Shareholders of
Raízen Energia S.A.
São Paulo - SP

Introduction
We have reviewed the accompanying individual and consolidated interim financial information of Raízen Energia S.A. ("Company") contained in the Quarterly Information Form - ITR for the quarter ended September 30, 2017, which comprises the statement of financial position as at December 31, 2017, and the respective statements of income and comprehensive income for the three and nine-month periods then ended and changes in equity and cash flows for the nine-month period then ended, including selected explanatory notes.

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

Scope of review
We conducted our review in accordance with the Brazilian and International standards on review engagements 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 financial information consists of making inquiries, primarily of persons responsible for the 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 the audit standards 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.

KPMG Auditores Independentes, uma sociedade simples brasileira e firma-membro da rede KPMG de firmas-membro independentes e afiliadas à KPMG International Cooperative ("KPMG International"), uma entidade suíça.

KPMG Auditores Independentes, a Brazilian entity and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity.

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

Other matters

Statements of Value Added
The individual and consolidated interim financial information, related to statements of value added for the nine-months period ended December 31, 2017, prepared under the responsibility of the Company's management, presented as supplementary information for the purposes of IAS 34, were submitted to the review procedures followed together with the review of the Quarterly Information - ITR of the Company. In order to form our opinion, we evaluated whether these statements are reconciled to the interim financial information and to the accounting records, as applicable, and whether their form and content are in accordance with the criteria set on Technical Pronouncement CPC 09 - Statement of Value Added. 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 accordance with the individual and consolidated interim financial information taken as a whole.

São Paulo, February 9, 2018

KPMG Auditores Independentes
CRC 2SP014428/O-6

Original report in Portuguese signed by
Ulysses M. Duarte Magalhães
Accountant CRC RJ-092095/O-8

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RAÍZEN ENERGIA S.A.

Statements of financial position at December 31 and March 31, 2017
(In thousands of Reais - R$)

		Parent company		Consolidated	
	Note	12/31/2017	03/31/2017	12/31/2017	03/31/2017
Assets					
Current assets					
Cash and cash equivalents	3	67,925	555,852	2,069,357	3,437,612
Restricted cash	4	25,579	151,067	135,044	234,200
Derivative financial instruments	24	132,352	372,926	240,819	422,055
Trade accounts receivable	5	263,139	114,305	688,235	371,930
Inventories	6	1,672,236	416,641	2,783,312	647,046
Biological assets	7	723,155	1,105,800	880,668	1,276,321
Recoverable income and social contribution taxes	15.a.1	538,648	491,994	572,455	564,271
Recoverable taxes		104,558	66,983	212,633	123,373
Other financial assets	8	328,005	11,048	328,005	11,048
Related parties	9	705,631	760,909	703,925	758,803
Dividends receivable		27,110	44,994	-	-
Other receivables		158,968	258,412	179,450	332,395
Total current assets		4,747,306	4,350,931	8,793,903	8,179,054
Non-current assets					
Derivative financial instruments	24	192,274	151,717	212,956	160,325
Other financial assets	8	529,631	1,207,258	546,364	1,222,820
Recoverable income and social contribution taxes	15.a.1	275,513	179,643	300,930	191,878
Recoverable taxes		45,000	43,124	54,406	48,506
Related parties	9	307,912	313,717	3,019,325	3,009,917
Deferred income and social contribution tax	15.b	131,460	45,962	60,733	19,562
Judicial deposits	16	179,440	151,909	310,401	275,766
Other receivables		175,918	129,327	207,092	158,875
Investments	10	6,032,278	5,629,786	348,523	244,429
Property, plant and equipment	11	4,905,410	4,952,965	8,532,764	8,826,627
Intangible assets	12	1,533,599	1,086,176	1,879,665	1,443,041
Total non-current assets		14,308,435	13,891,584	15,473,159	15,601,746
Total assets		19,055,741	18,242,515	24,267,062	23,780,800

See the accompanying notes to the interim financial information.

Statements of financial position at December 31 and March 31, 2017
(In thousands of reais - R$) **(continued)**

	Note	Parent company		Consolidated	
		12/31/2017	03/31/2017	12/31/2017	03/31/2017
Liabilities					
Current liabilities					
Loans and financing	14	1,076,003	638,228	1,387,378	1,005,578
Derivative financial instruments	24	118,699	260,404	216,936	294,094
Suppliers	13	811,072	545,779	1,341,867	948,360
Payroll and related charges payable		304,761	311,414	356,155	361,806
Income and social contribution taxes payable	15.a.2	-	-	108,803	28,227
Taxes payable		61,347	73,767	172,618	143,274
Dividends payable		-	45,167	-	45,167
Related parties	9	1,603,875	360,739	829,195	325,168
Advances from clients	5	39,059	122,317	204,616	177,816
Other liabilities		90,559	47,057	114,419	92,857
Total current liabilities		4,105,375	2,404,872	4,731,987	3,422,347
Non-current liabilities					
Loans and financing	14	3,993,900	3,967,057	9,426,566	9,313,113
Derivative financial instruments	24	8,639	34,405	33,097	74,134
Taxes payable		160,721	157,383	172,275	169,747
Related parties	9	1,569,018	1,890,419	396,425	801,090
Provision for legal disputes	16	252,175	229,815	325,311	293,913
Deferred income and social contribution tax	15.b	-	-	217,610	185,706
Other liabilities		171,755	173,409	170,596	136,558
Total non-current liabilities		6,156,208	6,452,488	10,741,880	10,974,261
Total liabilities		10,261,583	8,857,360	15,473,867	14,396,608
Equity	18				
Capital		6,454,285	6,456,346	6,454,285	6,456,346
Capital reserves		1,089,121	1,089,121	1,089,121	1,089,121
Equity valuation adjustments		24,905	(43,474)	24,905	(43,474)
Income reserves		853,611	1,883,162	853,611	1,883,162
Retained earnings		372,236	-	372,236	-
		8,794,158	9,385,155	8,794,158	9,385,155
Non-controlling shareholders		-	-	(963)	(963)
Total equity		8,794,158	9,385,155	8,793,195	9,384,192
Total liabilities and equity		19,055,741	18,242,515	24,267,062	23,780,800

See the accompanying notes to the interim financial information.

RAÍZEN ENERGIA S.A.

Statements of income
Three and nine-month periods ended December 31
(In thousands of reais - R$)

		Parent company			
	Note	Oct-Dec/2017	Apr-Dec/2017	Oct-Dec/2016	Apr-Dec/2016
Net operating revenue	19	1,534,272	4,976,683	1,674,592	4,660,425
Costs of products sold and services provided	21	(1,232,474)	(4,272,593)	(1,049,969)	(3,472,971)
Gross income		301,798	704,090	624,623	1,187,454
Operating revenue (expenses)					
Selling	21	(163,408)	(521,613)	(120,907)	(429,326)
General and administrative	21	(111,976)	(338,989)	(115,594)	(282,311)
Other operating income (expenses), net	22	(7,144)	(4,010)	78	(37,315)
Equity accounting result	10	257,171	638,849	213,370	555,598
		(25,357)	(225,763)	(23,053)	(193,354)
Income before financial income and social contribution taxes		276,441	478,327	601,570	994,100
Financial results					
Financial expenses	23	(164,722)	(518,428)	(163,861)	(476,716)
Financial income	23	63,842	248,738	75,837	238,918
Foreign exchange variation, net	23	(42,938)	(31,334)	(100)	(42,288)
Net effect of derivatives	23	4,765	46,965	112,914	553,032
		(139,053)	(254,059)	24,790	272,946
Income before income and social contribution taxes		137,388	224,268	626,360	1,267,046
Income and social contribution taxes	15.a				
Current		40,879	25,437	(32,252)	(44,030)
Deferred		(645)	122,531	(36,312)	(111,260)
		40,234	147,968	(68,564)	(155,290)
Net income for the period		177,622	372,236	557,796	1,111,756

See the accompanying notes to the interim financial information.

RAÍZEN ENERGIA S.A.

Statements of income
Three and nine-month periods ended December 31
(In thousands of reais - R$, except income per share)

		Consolidated			
	Note	**Oct-Dec/2017**	**Apr-Dec/2017**	**Oct-Dec/2016**	**Apr-Dec/2016**
Net operating income	19	3,293,603	10,239,444	3,476,149	9,267,458
Costs of products sold and services provided	21	(2,593,070)	(8,569,791)	(2,447,207)	(7,065,624)
Gross income		700,533	1,669,653	1,028,942	2,201,834
Operating income (expenses)					
Selling	21	(197,548)	(658,857)	(164,479)	(544,268)
General and administrative	21	(149,929)	(447,016)	(159,173)	(395,790)
Other operating income (expenses), net	22	(9,996)	8,824	(21,635)	(63,690)
Equity accounting result	10	(6,385)	(17,267)	(9,561)	(32,358)
		(363,858)	(1,114,316)	(354,848)	(1,036,106)
Income before financial result and income tax and social contribution		336,675	555,337	674,094	1,165,728
Financial results					
Financial expenses	23	(217,534)	(678,874)	(219,441)	(650,020)
Financial income	23	135,064	507,397	153,501	491,382
Foreign exchange variation, net	23	(38,929)	(29,479)	(438)	(42,777)
Net effect of derivatives	23	11,091	72,117	113,253	529,339
		(110,308)	(128,839)	46,875	327,924
Income before income and social contribution taxes		226,367	426,498	720,969	1,493,652
Income and social contribution taxes	15.a				
Current		(52,042)	(137,820)	(85,129)	(162,280)
Deferred assets		3,297	83,558	(78,044)	(219,528)
		(48,745)	(54,262)	(163,173)	(381,808)
Net income for the period		177,622	372,236	557,796	1,111,844
Attributable to:					
Company's controlling shareholders		177,622	372,236	557,796	1,111,756
Company's non-controlling shareholders		-	-	-	88
		177,622	372,236	557,796	1,111,844
Net earnings per common share:					
Basic and diluted	18.e	0,02	0,05	0,07	0,15

See the accompanying notes to the interim financial information.

RAÍZEN ENERGIA S.A.

Statements of comprehensive income
Three and nine-month periods ended December 31
(In thousands of reais - R$)

	Parent company			
	Oct-Dec/2017	**Apr-Dec/2017**	**Oct-Dec/2016**	**Apr-Dec/2016**
Net income for the period	177,622	372,236	557,796	1,111,756
Comprehensive income				
Items that will not be reclassified to income or loss				
Equity valuation adjustment - Actuarial losses	(428)	(428)	(2,633)	(2,633)
Equity valuation adjustment - Actuarial losses (effect of subsidiaries included)	(69)	(69)	(375)	(375)
Deferred taxes in adjustments (Note 15.c)	145	145	897	897
	(352)	(352)	(2,111)	(2,111)
Items that are or may be reclassified to income or loss				
Net income (loss) from financial instruments designated as Hedge accounting (Note 24.e)	(147,639)	105,028	659,058	150,660
Effect of foreign currency translation - CTA	(147)	(587)	222	2,758
Deferred taxes in adjustments (Note 15.c)	50,196	(35,710)	(224,080)	(51,224)
	(97,590)	68,731	435,200	102,194
Other components of the comprehensive income (loss) for the period	(97,942)	68,379	433,089	100,083
Total comprehensive income for the period	79,680	440,615	990,885	1,211,839

See the accompanying notes to the interim financial information.

RAÍZEN ENERGIA S.A.

Statements of comprehensive income
Three and nine-month periods ended December 31
(In thousands of reais - R$)

	Consolidated			
	Oct-Dec/2017	**Apr-Dec/2017**	**Oct-Dec/2016**	**Apr-Dec/2016**
Net income for the period	177,622	372,236	557,796	1,111,844
Comprehensive income				
Items that will not be reclassified to income or loss				
Equity valuation adjustment - Actuarial losses	(529)	(529)	(3,175)	(3,175)
Deferred taxes in adjustments (Note 15.c)	177	177	1,064	1,064
	(352)	(352)	(2,111)	(2,111)
Items that are or may be reclassified to income				
Net income (loss) from financial instruments designated as Hedge accounting (Note 24.e)	(147,639)	105,028	659,058	150,660
Effect of foreign currency translation - CTA	(147)	(587)	222	2,758
Deferred taxes in adjustments (Note 15.c)	50,196	(35,710)	(224,080)	(51,224)
	(97,590)	68,731	435,200	102,194
Other components of the comprehensive income (loss) for the period	(97,942)	68,379	433,089	100,083
Total comprehensive income for the period	79,680	440,615	990,885	1,211,927
Attributable to:				
Company's controlling shareholders	79,680	440,615	990,885	1,211,839
Company's non-controlling shareholders	-	-	-	88
Total comprehensive income for the period	79,680	440,615	990,885	1,211,927

See the accompanying notes to the interim financial information.

RAÍZEN ENERGIA S.A.

Statements of changes in equity
Nine-month periods ended December 31
(In thousands of reais - R$)

	Attributable to the parent company's shareholders										
		Capital reserves			Profit reserves						
	Capital	Capital reserve	Goodwill special reserve	Equity valuation adjustments	Tax incentive reserve	Legal	Profit retention	Retained earnings	Total	Interest of non-controlling shareholders	Total shareholders' equity
Balances as of March 31, 2017	6,456,346	846,010	243,111	(43,474)	235,457	170,982	1,476,723	-	9,385,155	(963)	9,384,192
Comprehensive income for the period											
Net income for the period	-	-	-	-	-	-	-	372,236	372,236	-	372,236
Asset/ liability valuation adjustment - Hedge accounting (Note 24.e)	-	-	-	69,318	-	-	-	-	69,318	-	69,318
Equity valuation adjustment - Actuarial liability	-	-	-	(352)	-	-	-	-	(352)	-	(352)
Effect of foreign currency translation - CTA	-	-	-	(587)	-	-	-	-	(587)	-	(587)
	-	-	-	68,379	-	-	-	372,236	440,615	-	440,615
Contributions made by (distributions to) Company's shareholders											
Reversal of Class B (Note 18.b) dividends	(2,061)	-	-	-	-	-	2,061	-	-	-	-
Allocation of dividends from preferred shares - Class D (Note 18.b)	-	-	-	-	-	-	(597)	-	(597)	-	(597)
Payment of dividends (Note 18.b)	-	-	-	-	-	-	(1,043,500)	-	(1,043,500)	-	(1,043,500)
Reversal of minimum compulsory dividends (Note 18.b)	-	-	-	-	-	-	12,485	-	12,485	-	12,485
	(2,061)	-	-	-	-	-	(1,029,551)	-	(1,031,612)	-	(1,031,612)
Balances as of December 31, 2017	6,454,285	846,010	243,111	24,905	235,457	170,982	447,172	372,236	8,794,158	(963)	8,793,195

See the accompanying notes to the interim financial information.

RAÍZEN ENERGIA S.A.

Statements of changes in equity
Nine-month periods ended December 31
(In thousands of reais - R$)

	Attributable to the parent company's shareholders										
		Capital reserves			Profit reserves						
	Capital	Capital reserve	Goodwill special reserve	Equity valuation adjustments	Tax incentive reserve	Legal	Profit retention	Retained earnings	Total	Non-controlling shareholders	Total shareholders' equity
Balances as of March 31, 2016	6,423,054	849,579	243,111	(493,996)	170,141	109,394	1,254,913	(172,809)	8,383,387	(963)	8,382,424
Comprehensive income (loss) for the period											
Net income for the period	-	-	-	-	-	-	-	1,111,756	1,111,756	88	1,111,844
Asset/liability valuation adjustment - Hedge accounting	-	-	-	99,436	-	-	-	-	99,436	-	99,436
Equity valuation adjustment - Actuarial liability	-	-	-	(2,111)	-	-	-	-	(2,111)	-	(2,111)
Effect of foreign currency translation - CTA	-	-	-	2,758	-	-	-	-	2,758	-	2,758
	-	-	-	100,083	-	-	-	1,111,756	1,211,839	88	1,211,927
Distributions to Company’s shareholders											
Effect from acquisition of Raízen Fuels Finance S.A.	-	(38)	-	-	-	-	-	-	(38)	(88)	(126)
Allocation of dividends to holders of preferred shares	1,339	-	-	-	-	-	(2,420)	-	(1,081)	-	(1,081)
Payment of dividends and interest on own capital	-	-	-	-	-	-	(574,000)	(200,000)	(774,000)	-	(774,000)
	1,339	(38)	-	-	-	-	(576,420)	(200,000)	(775,119)	(88)	(775,207)
Balances as of December 31, 2016	6,424,393	849,541	243,111	(393,913)	170,141	109,394	678,493	738,947	8,820,107	(963)	8,819,144

See the accompanying notes to the interim financial information.

RAÍZEN ENERGIA S.A.

Statements of cash flows – Indirect method
Nine-month periods ended December 31
(In thousands of reais - R$)

	Parent company		Consolidated	
	Apr-Dec/2017	Apr-Dec/2016	Apr-Dec/2017	Apr-Dec/2016
Cash flow from operating activities				
Income before income and social contribution taxes	224,268	1,267,046	426,498	1,493,652
Adjustments:				
Depreciation and amortization (Note 21.a)	1,179,533	1,034,589	1,566,465	1,425,276
Net loss (gain) arising from change in fair value and realization of fair value gain or loss of biological assets (Note 21.a)	344,313	(201,045)	340,074	(216,327)
Equity accounting result of subsidiaries and associated companies (Note 10)	(638,849)	(555,598)	17,267	32,358
Capital gain on dilution of ownership interest (Note 22)	-	(14,111)	-	(14,496)
Interest, monetary and exchange variation, net	378,074	177,837	405,968	232,976
Income (loss) determined in the sales of biological and fixed assets	2,665	(4,975)	6,555	(329)
Income from commercial operations (Note 22)	15,630	33,413	15,247	30,829
Fair value of liability financial instruments (Note 23)	29,850	-	29,850	-
Formation of estimated loss from allowance for doubtful accounts, net	145	139	937	1,415
Formation of provision for legal disputs and contingencies, net	47,983	40,051	61,326	54,366
(Gains) losses from derivative financial instruments, net	(399,324)	160,237	(415,873)	184,275
Net recognition of extemporaneous tax credits (Note 22)	(32,856)	(160)	(46,014)	(448)
(Reversal) formation of estimated losses from non-realization and inventories' obsolescence, net (note 6)	(48,244)	7,256	(58,375)	16,911
(Reversal) formation of estimated loss property, plant, and equipment and intangible assets, net (Note 22)	(8,044)	5,421	(3,283)	11,880
Income from investment grant - ICMS	-	-	(18,280)	(11,655)
Other	3	162	(14,575)	(11,156)
Changes in assets and liabilities				
Trade accounts receivable and advances from clients	(228,823)	(145,209)	(270,610)	(73,995)
Inventories	(853,076)	(934,466)	(1,635,485)	(1,465,299)
Restricted cash	134,559	276,006	111,012	262,397
Derivative financial instruments	456,880	(8,843)	451,231	(30,136)
Judicial deposits	(19,644)	(39,347)	(23,448)	(42,546)
Suppliers and advances to suppliers	323,246	312,202	480,078	512,630
Recoverable and payable taxes	(101,658)	(9,280)	(73,311)	(75,675)
Related parties	304,233	(508,879)	210,856	(237,340)
Payroll and related charges payable	(17,035)	(48,582)	(16,032)	(48,152)
Provision for legal disputes	(13,994)	(11,244)	(20,786)	(22,741)
Other assets and liabilities, net	(19,704)	(29,889)	(15,644)	(4,828)
Payment of income and social contribution taxes on net income - paid	-	-	(37,456)	(64,375)
Net cash generated by operating activities	1,060,131	802,731	1,474,192	1,939,467
Cash flow from investment activities				
Acquisitions of companies, net of acquired cash (note 27)	(784,199)	(274)	(784,199)	(274)
Cash obtained from merger transaction	-	-	-	6,647
Additions to the investment	(118,882)	(169,905)	(118,882)	(118,921)
Additions to property, plant and equipment and intangible assets	(622,156)	(437,673)	(765,819)	(595,901)
Dividends received from subsidiaries	103,770	5,658	-	-
Cash received upon redemption of capital from subsidiaries (Note 10.d ii)	236,850	-	-	-
Cash received upon disposal of fixed assets	12,463	12,440	15,253	12,349
Additions to biological assets	(395,686)	(393,860)	(451,720)	(458,190)
Receipts of granted export pre-payment interest ("PPEs") - intra-group	-	-	58,973	42,799
Net cash used in investment activities	(1,567,840)	(983,614)	(2,046,394)	(1,111,491)
Cash flow from financing activities				
Paid-in capital	-	-	-	3,751
Loans and financing - Third-parties	1,151,804	76,218	1,321,616	995,991
Amortizations of principal of loans and financing - third-parties	(640,536)	(273,930)	(1,063,585)	(714,423)
Payment of interest on loans and financing - third-parties	(357,028)	(352,901)	(531,282)	(559,519)
Financial investments linked to financing (Restricted cash)	-	-	429	10,703
Payment of dividends (Note 18.b)	(1,074,718)	(711,285)	(1,074,718)	(711,285)
Amortization of interest from export pre-payments (PPEs) obtained - intragroup	(29,525)	(45,517)	-	-
Net asset management - intragroup	972,150	1,298,596	541,550	(30,285)
Net cash generated (used) in financing activities	22,147	(8,819)	(805,990)	(1,005,067)
Decrease in cash and cash equivalents, net	(485,562)	(189,702)	(1,378,192)	(177,091)
Cash and cash equivalents at the beginning of the period	555,852	506,602	3,437,612	2,987,675
Effect of exchange variation on cash and cash equivalents	(2,365)	12,596	9,937	(22,996)
Cash and cash equivalents at the end of the period	67,925	329,496	2,069,357	2,787,588

Supplementary information to the cash flow is shown in Note 28.

See the accompanying notes to the interim financial information.

RAÍZEN ENERGIA S.A.

Statements of added value
Nine-month period ended December 31
(In thousands of reais - R$)

	Parent company		Consolidated	
	Apr-Dec/2017	Apr-Dec/2016	Apr-Dec/2017	Apr-Dec/2016
Income				
Gross sales of products and services	5,226,597	4,867,291	10,946,639	9,786,606
Sales returns, discounts and rebates	(16,843)	(7,527)	(20,397)	(8,449)
Reversal of estimated loss from allowance for doubtful accounts, net	(145)	(139)	(937)	(1,415)
Other operating (expenses) income, net	(4,010)	(37,315)	8,824	(63,690)
	5,205,599	4,822,310	10,934,129	9,713,052
Inputs acquired from third parties				
Costs of products sold and services provided	(2,014,333)	(1,878,605)	(5,810,578)	(4,916,224)
Materials, energy, outsourced services and other	(628,732)	(503,964)	(767,713)	(626,912)
Net (loss) gain arising from change in fair value and realization of the capital gain or loss of biological assets	(344,313)	201,045	(340,074)	216,327
Formation of estimated loss with obsolescence of inventories	48,244	(7,256)	58,375	(16,911)
	(2,939,134)	(2,188,780)	(6,859,990)	(5,343,720)
Gross added value	2,266,465	2,633,530	4,074,139	4,369,332
Depreciation and amortization	(1,179,533)	(1,034,589)	(1,566,465)	(1,425,276)
Net added value produced	1,086,932	1,598,941	2,507,674	2,944,056
Added value received as transfers				
Equity accounting result	638,849	555,598	(17,267)	(32,358)
Financial income	248,738	238,918	507,397	491,382
Gain from foreign exchange variations	27,980	3,486	23,242	2,706
Gain on derivative operations	128,905	553,032	131,345	529,339
	1,044,472	1,351,034	644,717	991,069
Added value payable	2,131,404	2,949,975	3,152,391	3,935,125
Distribution of added value				
Personnel				
Direct remuneration	539,136	503,678	728,528	708,903
Benefits	134,190	119,899	158,118	150,254
FGTS	62,224	57,870	70,350	69,654
	735,550	681,447	956,996	928,811
Taxes, rates and contributions				
Federal	75,753	108,844	479,767	324,586
Deferred federal taxes	(122,531)	111,260	(83,558)	219,528
State	131,127	135,939	347,221	349,894
Municipal	5,482	5,178	6,908	6,530
	89,831	361,221	750,338	900,538
Third-party capital remuneration				
Financial expenses	518,428	476,716	678,874	650,020
Loss from foreign exchange changes	59,314	45,774	52,721	45,483
Losses on derivative operations	81,940	-	59,228	-
Rental and leases	274,105	273,061	281,998	298,517
	933,787	795,551	1,072,821	994,020
Remuneration of own capital				
Retained earnings	372,236	1,111,756	372,236	1,111,844
Minority interest in retained earnings	-	-	-	(88)
	372,236	1,111,756	372,236	1,111,756
Distributed added value	2,131,404	2,949,975	3,152,391	3,935,125

See the accompanying notes to the interim financial information.

1. Operations

Raízen Energia S.A. ("Company", "Group", "Raízen Energia" or "RESA") is a publicly-held company enrolled in the Brazilian Securities and Exchange Commission ("CVM") in Category B, headquartered at Avenida Brigadeiro Faria Lima, number 4.100, 11° floor, Part V, Itaim Bibi, São Paulo - SP. The Company was established on June 1, 2011 and is indirectly and jointly controlled by Royal Dutch Shell ("Shell") and Cosan Limited ("Cosan").

Raízen term, when mentioned, corresponds to the establishment of a joint venture between Shell and Cosan, in the ethanol, sugar and energy segment.

The Company and its subsidiaries are mainly engaged in producing and marketing sugar and ethanol, including abroad operations through its subsidiaries Raízen Trading LLP and Raízen International Universal Corporation, as well asco-generating energy produced from bagasse at its 26 mills located in Brazil's Center-Southern Region.

Sugarcane farming requires a period ranging from 12 to 18 months for maturing and harvesting and generally starts between the months of April and May, and usually ends between November and December, period in which sugar and ethanol are also produced. Production is sold during the whole year and does not fluctuate over the seasons, but is affected by normal market supply and demand. Because of its production cycle, the Company's fiscal year starts on April 1 and ends on March 31.

This may cause fluctuations in inventories, which are usually higher in November and December to cover off-season sales (from December to April), and may cause oscillations in income (loss) of the quarters.

During the year ended March 31, 2017, RESA and Wilmar International Limited created a joint venture called Raízen and Wilmar Sugar Pte. Ltd., ("RaW"), to meet growing global demand of Very High Polarization ("VHP") sugar from Brazil. RaW is a typical joint venture, where each shareholder has 50% interest, having as major goal combine the strengths of the largest Brazilian producer of VHP sugar with the largest global trader of such commodity. RaW operations had begun on April 1, 2017. The results of this transaction are reflected in Notes 9 and 10.

During August 2017, the Company returned predominant sugar and ethanol production and trading activities in Bom Retiro Plant, located in Capivari, São Paulo State, after two years of hibernation.

During the month of November 2017, RESA hibernated the industrial activities for two years estimated period of the mills Dois Córregos (located in Dois Córregos - SP) and Tamoio (Araraquara - SP) due to the lower availability of sugarcane in the region. The hibernation of activities purpose is to optimize the production of other plants of RESA located in nearby areas, redirecting the raw material formerly destined to these units. The agricultural operation of sugarcane suppliers of Raízen in the region will not be impacted, as well as the RESA's production estimated for the period of hibernation. In addition, no impairment adjustment is necessary as result of this temporary hibernation of the manufacturing plants.

During the nine-month period ended December 31, 2017, the Company acquired Santa Cândida and Paraíso plants from Tonon Bioenergia S.A., Tonon Holding S.A. and Tonon Luxembourg S.A, all of them under the Court-Ordered Reorganization. For further details, see Note 27.

2. Presentation of the interim financial information and significant accounting policies

2.1. Preparation basis

The interim financial information was prepared in accordance with Technical Pronouncement CPC 21 (R1) - Interim Financial Reporting and international accounting standard IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board - IASB, as well as for the presentation of this information consistently with the standards issued by the Brazilian Securities Commission, applicable to the preparation of the interim financial Information - ITR.

This interim financial information have been prepared in accordance with the preparation basis and accounting policies consistent with those applied in the preparation of financial statements as of March 31, 2017 and should be read with such statements. The information in the explanatory notes that has not significantly changed or was irrelevant, when compared with that included in the financial statements as of March 31, 2017, was not fully presented in this interim financial information. However, selected information was included to explain the main events and transactions that took place, in order to provide an understanding of the changes in the Company's financial position and operating performance since the disclosure of the annual financial statements at March 31, 2017.

The preparation of this interim financial information, required management to make judgments, estimates and assumptions that affect the Group’s application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The estimates and assumptions are reviewed on an ongoing basis, and have not suffered any material changes in the preparation of this interim financial information in comparison to the financial statements at March 31, 2017, , except for the restatement of the fair value of biological assets realized in the period ended December 31, 2017, when we had a material impact on the price premise of the Conselho dos Produtores de Cana-de-açúcar, Açúcar e Etanol do Estado de São Paulo (“CONSECANA”) (index used to price sugarcane) due to the expectation of the price of sugar and the US dollar. For further details, see Note 7.

Company’s management confirms that all relevant information characteristic of interim financial information, and only them, are being evidenced and correspond to those used by management.

The presentation of the Statement of Added Value is required by Brazilian corporate law and the accounting practices adopted in Brazil applicable to publicly-held companies, however the IFRS does not require the presentation of such statement, which is considered supplementary information, without prejudice to the set of interim financial information.

The issue of interim financial information was authorized by Management on February 9, 2018.

2.2. Basis of consolidation

The consolidated financial information includes the interim financial information of RESA and its direct and indirect subsidiaries which are listed below:

	12/31/2017		03/31/2017	
	Direct	**Indirect**	**Direct**	**Indirect**
Agrícola Ponte Alta Ltda.	91.21%	8.79%	91.21%	8.79%
Agropecuária Santa Hermínia Ltda. (i)	-	-	-	100.00%
Benálcool Açúcar e Álcool Ltda.	99.99%	0.01%	99.99%	0.01%
Bioenergia Araraquara Ltda.	-	100.00%	-	100.00%
Bioenergia Barra Ltda.	99.99%	0.01%	99.99%	0.01%
Bioenergia Caarapó Ltda.	-	100.00%	-	100.00%
Bioenergia Costa Pinto Ltda.	-	100.00%	-	100.00%
Bioenergia Gasa Ltda.	-	100.00%	-	100.00%
Bioenergia Jataí Ltda.	-	100.00%	-	100.00%
Bioenergia Maracaí Ltda.	-	100.00%	-	100.00%
Bioenergia Rafard Ltda.	-	100.00%	-	100.00%
Bioenergia Serra Ltda.	-	100.00%	-	100.00%
Bioenergia Tarumã Ltda.	-	100.00%	-	100.00%
Bioenergia Univalem Ltda.	-	100.00%	-	100.00%
Raízen Centroeste Açúcar e Álcool Ltda.	47.37%	52.63%	47.37%	52.63%
Raízen Araraquara Açúcar e Álcool Ltda.	99.99%	0.01%	99.99%	0.01%
Raízen Ásia PT Ltd.	-	100.00%	-	100.00%
Raízen Biotecnologia S.A.	100.00%	-	100.00%	-
Raízen Caarapó Açúcar e Álcool Ltda.	31.48%	68.52%	31.48%	68.52%
Raízen Energy Finance Ltd.	100.00%	-	100.00%	-
Raízen Fuels Finance S.A.	100.00%	-	100.00%	-
Raízen International Universal Corp.	100.00%	-	100.00%	-
Raízen North América, Inc.	-	100.00%	-	100.00%
Raízen Paraguaçú Ltda.	100.00%	-	100.00%	-
Raízen Trading LLP	-	100.00%	-	100.00%
São Joaquim Arrendamentos Agrícolas Ltda. (i)	-	100.00%	-	-
TEAS Terminal Exp. de Álcool de Santos Ltda.	99.99%	0.01%	99.99%	0.01%
Unimodal Ltda	53.17%	20.24%	53.17%	20.24%
Raízen e Wilmar Açúcar Ltda. (ii)	-	-	99.00%	1.00%
Raízen Biogás Ltda.	99.90%	0.10%	99.90%	0.10%
Raízen Biogás SPE Ltda.	99.90%	0.10%	99.90%	0.10%

(i) On June 21, 2017, the subsidiary Raízen Araraquara, through a process of exchange of quotas, transferred its interest in the company Agropecuária Santa Hermínia Ltda. and, in return, received 1,806,090 quotas equivalent to 100% of shareholders' equity, started holding interest in the company São Joaquim Arrendamentos Agrícolas Ltda. No relevant accounting impact was recognized on this permutation

(ii) On April 18, 2017, by means of a Private Instrument for the 1st Amendment to the Articles of Association of Raízen e Wilmar Açúcar Ltda., the Company and its subsidiary Raízen Araraquara transferred portions and the totality, respectively, of their quotas issued by Raízen and Wilmar Açúcar Ltda. to the company RaW. Thus, the Company now holds a minority interest and Raízen Araraquara ceased to be a partner.

2.3. New IFRS and IFRIC Interpretations (IASB Financial Reporting Interpretations Committee) applicable to quarterly information

The following new standards and interpretations were issued by the IASB but are not yet effective for the period ended December 31, 2017. The early adoption of standards, although accepted by the IASB, is not allowed in Brazil by the Accounting Pronouncement Committee (CPC).

IFRS 9 - Financial Instruments (CPC 48)

IFRS 9 (CPC 48) includes new models for the classification and measurement of financial instruments and measurement of expected credit losses for financial and contractual assets, and new requirements on hedge accounting.

IFRS 9 (CPC 48) becomes effective for annual periods starting on or after January 1, 2018 (in the case of the Group, as from April 1, 2018) and replaces guidelines of IAS 39 - Financial Instruments: Recognition and Measurement (CPC 38).

There was no change in the management's impact assessment of the IFRS 9 (CPC 48) adoption in relation to that disclosed in the annual financial statements as of March 31, 2017.

IFRS 15 - Revenues from Contracts with Customers (CPC 47)

IFRS 15 (CPC 47) introduces a comprehensive framework for determining whether and when income is recognized. IFRS 15 (CPC 47) will become effective for annual periods starting on or after January 1, 2018 (in case of the Group, beginning as of April 1, 2018) and will replace current guidelines for recognition of income in IAS 18 / CPC 30 - Revenues, IAS 11/ CPC 17 - Construction Contracts and IFRIC 13 - Client Loyalty Programs. Early adoption of the standard is allowed only for financial statements in accordance with IFRS.

The Group will adopt IFRS 15 (CPC 47) in its financial statements for year ending March 31, 2019 and is evaluating if it will use prospective or retrospective approach, as well as if some practical device will be applicable to its operations and if they will be used upon adoption.

There was no change in the management's impact assessment of the IFRS 15 (CPC 47) adoption in relation to that disclosed in the annual financial statements as of March 31, 2017.

IFRS 16 - Leases (CPC 06(R02))

IFRS 16 introduces a single model of accounting of leases in the balance sheet to lessees. A lessee recognizes an asset of right of use that represents its right to use the leased asset and a lease liability that represents its obligation to make the lease payments. Optional exemptions are available for short-term leases and low-value items. The lessor's accounting remains similar to the current standard, that is, lessors continue to classify leases in financing or operating leases.

IFRS 16 replaces existing lease standards, including IAS 17 - Leases.

The standard will become effective for annual periods starting on or after January 1, 2019 (in the case of the Group, as from April 1, 2019). The early adoption in IFRSs is only allowed for entities that adopt IFRS 15 (CPC 47) Income from Contracts with Customers on or before the date of early adoption of IFRS 16.

There was no change in the management's impact assessment of the IFRS 16 adoption in relation to that disclosed in the annual financial statements as of March 31, 2017.

IFRIC 22 - Foreign Currency Transactions and Advance Consideration (ICPC 21 - Transaction in Foreign Currency and Advance)

IFRIC 22 (ICPC 21) defines that the date of transaction for effects of determination of the exchange rate should be the date on which the entity first recognizes the non-monetary asset or liability derived from the early payment or receipt.

This interpretation will become effective for annual periods starting on or after January 1, 2018 (in the case of the Group, as from April 1, 2018).

Management analyzed the impacts of the adoption of IFRIC 22 (ICPC 21) and considered them immaterial. Accordingly, it is still being analyzed if the adoption will be made on retrospective or prospective basis.

There are no IFRS standards or IFRIC interpretations other than the aforementioned, that are not effective yet and that are expected to have a significant impact on the Group.

3. Cash and cash equivalents

		Average yield rate		Parent company		Consolidated	
	Index	12/31/2017	03/31/2017	12/31/2017	03/31/2017	12/31/2017	03/31/2017
Funds in banks and in cash				10,472	15,055	427,287	309,961
Values awaiting foreign exchange closure				56,420	171,674	57,427	171,674
Financial investments:							
Investment funds	CDI	101.1%	99.4%	-	-	708,144	838,512
Bank deposit certificate - CDB and commitments	CDI	100.4%	101.1%	431	368,544	875,897	2,116,886
Other investments	-	-	-	602	579	602	579
				67,925	555,852	2,069,357	3,437,612
Domestic (domestic currency)				62,877	455,688	1,656,902	3,057,125
Abroad (foreign currency) (Note 24.d)				5,048	100,164	412,455	380,487
				67,925	555,852	2,069,357	3,437,612

4. Restricted cash

		Average yield rate		Parent company		Consolidated	
	Index	12/31/2017	03/31/2017	12/31/2017	03/31/2017	12/31/2017	03/31/2017
Financial investments linked to debts	CDI	100.1%	100.1%	-	-	49,992	47,206
Short term investments related to derivative operations (Note 24.g)	CDI	101.1%	101.2%	25,577	28,246	25,577	28,246
Margin on derivative operations (Note 24.g)	-	-	-	2	122,821	59,475	158,748
				25,579	151,067	135,044	234,200
Domestic (domestic currency)				25,577	28,246	75,569	75,452
Abroad (foreign currency) (Note 24.d)				2	122,821	59,475	158,748
				25,579	151,067	135,044	234,200

The modalities of restricted cash are those disclosed in the annual financial statements of March 31, 2017 (Note 4), no change has occurred in the recognition, measurement and accounting procedures, as well as significant changes in credit risk of counterparties involved in these balances.

5. Trade accounts receivable

	Parent company		Consolidated	
	12/31/2017	**03/31/2017**	**12/31/2017**	**03/31/2017**
Domestic	174,093	95,116	562,598	257,901
Abroad (Note 24.d)	92,969	22,967	153,196	140,499
Allowance for doubtful accounts	(3,923)	(3,778)	(27,559)	(26,470)
	263,139	114,305	688,235	371,930

The Company did not pledge any trade as a guarantee. The maximum exposure to credit risk on the statement of financial position date is the book value of each kind of trade accounts receivable.

The aging schedule of trade accounts receivable is as follows:

	Parent company		Consolidated	
	12/31/2017	**03/31/2017**	**12/31/2017**	**03/31/2017**
Falling due	262,083	105,723	664,536	271,216
Overdue - in days:				
Up to 30 days	1,247	5,592	5,051	94,895
From 31-90 days	86	2,928	16,750	4,214
From 91-180 days	11	63	1,642	212
Above >180 days	3,635	3,777	27,815	27,863
	4,979	12,360	51,258	127,184
	267,062	118,083	715,794	398,400

The estimated loss with doubtful accounts was recognized using the same policies and procedures disclosed in the financial statements as of March 31, 2017.

Movement in estimated loss from allowance for doubtful accounts are as follows:

	Parent	Consolidated
March 31, 2017	(3,778)	(26,470)
Estimated loss	(1,590)	(2,993)
Write-off	1,445	2,056
Exchange-rate change	-	(152)
December 31, 2017	(3,923)	(27,559)

As of December 31, 2017, the Company had the amounts of R$ 39,059 and R$ 204,616 (R$ 122,317 and R$ 177,816 as of March 31, 2017), Parent Company and Consolidated, respectively, recorded in current liabilities, under advances from customers, which substantially refer to the receipts from foreign customers for acquisition of sugar. When applicable, accounts receivable and advances from customers are presented net.

6. Inventories

	Parent company		Consolidated	
	12/31/2017	03/31/2017	12/31/2017	03/31/2017
Finished products:				
Sugar	857,000	143,549	1,101,361	204,923
Ethanol	645,617	189,109	1,466,922	327,489
Work in process	-	2,965	-	4,695
Warehouse and others	183,943	143,586	233,861	187,146
Estimated loss with obsolescence and realization of inventories	(14,324)	(62,568)	(18,832)	(77,207)
	1,672,236	416,641	2,783,312	647,046

The changes in the estimated loss for net realizable value and obsolescence is as follows and was calculated in the statement of income under the line Cost of products sold and services rendered:

	Parent	Consolidated
March 31, 2017	(62,568)	(77,207)
Estimated loss	(11,137)	(12,977)
Reversal / realization (1)	59,381	71,352
Balance at December 31, 2017	(14,324)	(18,832)

(1) Refers mainly to realization of estimated loss on ethanol inventories recognized in the period ended March 31, 2017 due to sale of this product.

7. Biological assets

The Company's biological assets correspond to standing sugarcane produced in sugar-cane plantations, wich will be used as raw material for production of sugar, ethanol and bioenergy at harvest time. Its fair value appraisal method, valuation model and qualitative sensitivity analysis are the same as those disclosed in the annual financial statements as of March 31, 2017.

In the period ended December 31, 2017, the management reviewed certain assumptions of biological assets being the main, the average price of ATR (from R$ 0.70/kg on March 31, 2017 to R$ 0.61/kg on December 31, 2017 - a weighted average of all cash flows), pursuant to sugar price and US dollar expectations.

The following assumptions were used in the determination of the fair value:

	Parent company		Consolidated	
	12/31/2017	03/31/2017	12/31/2017	03/31/2017
Estimated harvest area (hectares) (1)	405,655	360,732	461,179	415,095
Productivity of cane field (ton/hectare)	10.26	10.15	10.38	10.20
Average ATR price per Kg projected (R$/Kg)	0.61	0.70	0.61	0.70

(1) Increase in estimated crop area is mainly due to acquisition of Santa Cândida and Paraíso mills. For further details, see Note 27.

As of December 31, 2017, cash flows were discounted at 6.37% (6.08% as of March 31, 2017) which is the WACC (Weighted Average Capital Cost) of RESA.

Changes in biological assets (sugar cane) are detailed below:

	Parent	Consolidated
Balance at March 31, 2017	1,105,800	1,276,321
Additions with sugarcane treatments	409,352	467,632
Absorption of harvested sugar-cane costs	(460,410)	(535,937)
Change in fair value	211,325	289,634
Realization of fair value	(555,648)	(629,718)
Business combination (1)	12,736	12,736
Balance at December 31, 2017	723,155	880,668

(1) Refers to acquisition of Santa Cândida and Paraíso mills. For further details, see Note 27.

8. Other financial assets

	Parent company		Consolidated	
	12/31/2017	**03/31/2017**	**12/31/2017**	**03/31/2017**
Credits from indemnity suits (1)	81,880	496,779	81,880	496,779
National Treasury Certificates (CTN) (2)	775,755	721,526	792,488	737,088
Other	1	1	1	1
	857,636	1,218,306	874,369	1,233,868
Current	(328,005)	(11,048)	(328,005)	(11,048)
Non-current	529,631	1,207,258	546,364	1,222,820

(1) Receivables from legal disputes on which a final judgment was favorable to RESA, which were not part of the net assets contributed by Cosan to set up the Group. Therefore, RESA recognized a liability in the same amount, classified as current and non-current liabilities in the related parties (Note 9.c) caption, given that RESA has the obligation to reimburse those receivables to Cosan when they are actually collected. These credits yield IPCA-E (Special Amplified Consumer Price Index) and Selic rate change plus annual interest of 6% as applicable.

On December 21, 2017, Cosan performed with third parties, the assignment of credit rights related to the Univalem mill, with no right of return. Accordingly, RESA recorded the write-off of "Other financial assets and related parties" captions (Note 9 a.5) in the amount of R$ 426,438. Such transactions neither did nor will produce impact on the RESA' statements of income.

(2) Brazilian Treasury Certificates are government bonds issued by the Brazilian Treasury within the Special Agriculture Industry Securitization Program - PESA, with a 20-year original maturity falling due between 2018 and 2025 and which pledged to secure its related financing transaction called PESA. These bonds bear annual compound interest of 12%, plus the IGP-M (General Market Price Index). Their value on maturity date will match the principal of the debt due under PESA and may be used for settlement.

9. Related parties

a) Summary of related party balances

	Parent company		Consolidated	
	12/31/2017	03/31/2017	12/31/2017	03/31/2017
Assets				
Assets classification per currency:				
Domestic (domestic currency)	839,939	868,531	1,044,704	1,281,962
Abroad (foreign currency) (Note 24.d)	173,604	206,095	2,678,546	2,486,758
	1,013,543	1,074,626	3,723,250	3,768,720
Asset management (1)				
Raízen Combustíveis S.A. and its subsidiaries	124,003	339,404	124,003	339,404
Raízen Caarapó Açúcar e Álcool Ltda.	110,124	-	-	-
Raízen Centroeste Açúcar e Álcool Ltda.	-	6,561	-	-
Benálcool Açúcar e Álcool Ltda.	-	309	-	-
Other	4,046	1,172	-	-
	238,173	347,446	124,003	339,404
Debentures (2)				
Raízen Combustíveis S.A. and its subsidiaries	-	-	-	206,916
Commercial and administrative operations (3)				
Raízen Combustíveis S.A. and its subsidiaries	47,095	22,826	247,390	180,291
Nova América Agrícola Caarapó Ltda.	-	-	123,821	102,289
Agroterenas S.A.	-	85	43,140	49,183
Raízen and Wilmar Sugar Pte. Ltd.	-	366	38,673	-
Rumo group / ALL	21,640	26,678	21,781	26,828
Iogen Energy Corporation	-	-	5,496	-
Cosan S.A. Indústria e Comércio	3,379	3,623	3,379	3,623
Raízen Araraquara Açúcar e Álcool Ltda.	7,680	4,957	-	-
Raízen International Universal Corporation	98,293	202,282	-	-
Raízen Trading LLP	75,195	3,755	-	-
Raízen Paraguaçú Ltda.	6,441	5,169	-	-
Unimodal Ltda.	3,617	3,617	-	-
Raízen Centroeste Açúcar e Álcool Ltda.	3,011	3,438	-	-
Philipínas Shell Petroleum Corp.	-	-	1,965	4,241
Shell Trading US Company	-	-	249	558
Other	17,717	12,806	14,701	10,221
	284,068	289,602	500,595	377,234
Financial operations (4)				
Raízen Combustíveis S.A. and its subsidiaries	-	-	2,548,660	2,355,347
Corporate restructuring				
Logum Logística S.A.	-	1,714	-	1,714
Framework operations (5)				
Cosan S.A Indústria e Comércio	491,186	435,806	549,876	488,047
Shell Brazil Holding B.V.	116	58	116	58
	491,302	435,864	549,992	488,105
	1,013,543	1,074,626	3,723,250	3,768,720
Current assets	(705,631)	(760,909)	(703,925)	(758,803)
Non-current assets	307,912	313,717	3,019,325	3,009,917

	Parent company		Consolidated	
	12/31/2017	03/31/2017	12/31/2017	03/31/2017
Liabilities				
Classification of liabilities per currency:				
Domestic (domestic currency)	1,510,224	152,314	880,190	896,381
Abroad (foreign currency) (Note 24.d)	1,662,669	2,098,844	345,430	229,877
	3,172,893	2,251,158	1,225,620	1,126,258
Asset management (1)				
Raízen Combustíveis S.A. and its subsidiaries	193,286	96,583	193,285	96,582
Bioenergia Barra Ltda and its subsidiaries	515,059	16,179	-	-
Agrícola Ponte Alta Ltda.	256,814	26,181	-	-
Raízen Paraguaçú Ltda.	50,248	1,554	-	-
Raízen Araraquara Açúcar e Álcool Ltda.	22,114	-	-	-
Raízen Centrooeste Açúcar e Álcool Ltda.	827	-	-	-
Benálcool Açúcar e Álcool Ltda.	600	-	-	-
Raízen Caarapó Açúcar e Álcool Ltda.	-	16,402	-	-
Teas Terminal Exportador de Álcool de Santos Ltda.	-	9,225	-	-
	1,038,948	166,124	193,285	96,582
Commercial and administrative operations (3)				
Raizen and Wilmar Sugar Pte. Ltd	-	-	342,021	-
Agroterenas S.A.	-	-	53,722	17,568
Nova América Agrícola Ltda.	-	-	30,361	9,172
Nova América Agrícola Caarapó Ltda.	-	-	21,369	19,299
Rumo group / ALL	15,609	8,117	17,227	8,250
Raízen Combustíveis S.A. and its subsidiaries	4,284	3,760	6,540	4,984
Propriedades Agrícola Radar and its subsidiaries	4,587	11,220	4,587	11,258
Cosan S.A. Indústria e Comércio	3,657	17,073	3,660	18,410
Cosan Lubrificantes e Especialidades	1,225	2,577	1,612	3,162
Shell Petróleo Brasil	1,337	619	1,523	708
Jatobá Prop. Agr. Ltda.	770	928	770	928
Raízen Internacional Universal Corporation	364,635	686	-	-
Raízen Araraquara Açúcar e Álcool Ltda.	6,086	1,165	-	-
Raízen Paraguaçú Ltda.	3,126	2,897	-	-
Bioenergia Barra Ltda and its subsidiaries	3,096	3,933	-	-
Agrícola Ponte Alta Ltda.	-	5,784	-	-
Other	7,335	4,213	9,728	1,586
	415,747	62,972	493,120	95,325
Financial operations (4)				
Shell Finance B.V.	1,252	3,021	1,252	3,021
Cosan S.A. Indústria e Comércio	1,064	2,301	1,064	2,301
Raízen Fuels Finance Limited	1,296,782	1,203,365	-	-
	1,299,098	1,208,687	2,316	5,322
Corporate restructuring				
Logum Logística S.A.	61,457	61,457	61,457	61,457
Uniduto Logística S.A. (Note 10.a.4)	14,746	14,281	14,746	14,281
	76,203	75,738	76,203	75,738
Framework operations (5)				
Cosan S.A Indústria e Comércio	278,913	677,629	398,627	793,283
Agrícola Ponte Alta S.A.	1,915	-	-	-
	280,828	677,629	398,627	793,283
Preferred shares (6)				
Cosan S.A Indústria e Comércio	62,069	60,008	62,069	60,008
	3,172,893	2,251,158	1,225,620	1,126,258
Current liabilities	(1,603,875)	(360,739)	(829,195)	(325,168)
Non-current liabilities	1,569,018	1,890,419	396,425	801,090

(1) Asset management

The amount recorded in assets refers to funds made available to companies as a form of managing financial resources. On these transactions, the Company recorded financial income in the amount of R$ 39,757 and R$ 31,657 (R$ 13,614 and R$ 7,204 in the nine-month period ended December 31, 2016), Parent Company and Consolidated, respectively, according to the cash financial management, under the terms of the resource management agreement.

The amount recorded in liabilities refers to funds received from the companies as a form of managing financial resources. On these transactions, the Company recorded financial expenses in the amount of R$ 45,853 and R$ 10,663 (R$ 31,894 and R$ 10,663 in the nine-month period ended December 31, 2016), Parent Company and Consolidated, respectively, according to the cash financial management, under the terms of the resource management agreement.

(2) Debentures

On June 9, 2017, Petróleo Sabbá S.A. ("Sabbá") settled with Raízen Centroeste Açúcar e Álcool Ltda. ("Centroeste") a private debenture maintained between the parties, in the amount of R$ 211,469, R$ 200,000 of notional and R$ 11,469 of interest.

(3) Commercial and administrative operations

Amount recorded in assets refers to commercial transactions for sale of products such as: sugar, ethanol and other materials, as well as advances for acquisition of sugar cane and port lifting transactions.

Amount recorded in liabilities refers to reimbursement of administrative expenses, provision of services, advances from clients for sugar export and purchase of products such as: sugar, sugarcane, diesel, and ethanol.

As of April 1, 2017, RESA and its subsidiaries started commercial operations with RaW.

(4) Financial operations

As of December 31, 2017, the amount recorded in assets refers to export prepayment agreements ("PPE") receivable from Raízen Combustíveis S.A., as stated below:

						Consolidated	
Contract	Currency	Principal value in foreign currency	Maturity	Annual effective average interest rate	Index	12/31/2017	03/31/2017
PPE	Dollar (US$)	219,000	04/27/2020	3.36%	Libor	721,170	689,561
PPE	Dollar (US$)	350,000	01/20/2027	5.49%	-	1,177,539	1,110,714
		569,000				1,898,709	1,800,275
PPE	Euro (€)	66,000	10/15/2021	3.09%	-	262,171	225,351
PPE	Euro (€)	40,000	01/20/2022	1.88%	Euribor	155,935	132,608
PPE	Euro (€)	60,000	01/21/2022	1.97%	Euribor	231,845	197,113
		166,000				649,951	555,072
						2,548,660	2,355,347
					Current	(30,991)	(14,862)
					Non-current	2,517,669	2,340,485

As of December 31, 2017, the amount recorded in liabilities refers mainly to PPE due to Raízen Fuels Finance S.A. as shown below:

						Parent company	
Contract	**Currency**	**Amount**	**Maturity**	**Annual effective average interest rate**	**Index**	**12/31/2017**	**03/31/2017**
PPE	Dollar (US$)	231,000	04/27/2020	3.36%	Euribor	758,625	723,466
PPE	Dollar (US$)	87,500	01/20/2027	5.49%	Euribor	266,694	479,899
PPE	Dollar (US$)	62,500	01/20/2027	5.49%	Euribor	271,463	-
		381,000				1,296,782	1,203,365
					Current	(5,380)	(4,870)
					Non-current	1,291,402	1,198,495

1. The Company assigns certain PPE as liability measured at fair value through profit or loss. Accordingly, this PPE is increased by the fair value evaluation in the amount of R$ 29,850 (R$ 0 on March 31, 2017).

(5) Framework agreement

As of December 31, 2017, amounts recorded in assets and liabilities refer to amounts spent or payable, fully reimbursable, resulting from establishment of Raízen (note 1). Decrease in liabilities is mainly due to the sale of the credit receivables of Univalem mill, which occurred on December 21, 2017, and Cosan carried out with third parties. For futher details, see Note 8.

(6) Preferred shares

The balance of preferred shares payable, recorded in liabilities, refers to tax benefit amounts to reimburse Cosan, when effectively utilized by the Company, determined at balances of tax losses and negative basis of social contribution (“NOL”) and tax benefit on amortization of goodwill ("GW").

b) Summary of related-party transactions (4)

	Parent company			
	Oct-Dec/2017	Apr-Dec/2017	Oct-Dec/2016	Apr-Dec/2016
Sale of products, net of returns				
Raízen International Universal	400,497	1,636,019	969,449	2,747,992
Raízen Trading LLP and its subsidiaries	96,145	509,769	49,421	416,499
Shell Trading US Company	97,077	139,777	-	-
Raízen Combustíveis S.A. and its subsidiaries	39,766	49,197	420,354	439,966
Raízen Araraquara Açúcar a Álcool Ltda.	8,300	21,886	4,668	18,645
Other	2,127	6,530	2,364	6,499
	643,912	2,363,178	1,446,256	3,629,601
Purchase of goods and services				
Raízen Combustíveis S.A. and its subsidiaries	(124,309)	(433,197)	(92,872)	(408,974)
Rumo group (i)	(87,925)	(276,673)	(75,886)	(250,704)
Raízen Paraguaçu Ltda.	(38,767)	(61,920)	(235)	(14,865)
Raízen Araraquara Açúcar e Álcool Ltda.	(5,130)	(33,700)	(25,791)	(60,108)
Teas Terminal Exportador de Álcool de Santos Ltda.	(6,073)	(28,452)	(3,264)	(19,948)
Bioenergia Barra Ltda and its subsidiaries	(5,768)	(13,538)	(4,625)	(9,639)
Raízen Trading LLP	-	(12,152)	(38)	(2,913)
Cosan Lubrificantes e Especialidades S.A.	(3,014)	(11,968)	(3,340)	(15,473)
Raízen Caarapó Açúcar e Álcool Ltda.	(7,531)	(8,184)	(34)	(226)
Shell Brasil Petróleo Ltda.	(1,435)	(4,318)	(885)	(3,736)
Other	(5,921)	(13,593)	(5,471)	(15,464)
	(285,873)	(897,695)	(212,441)	(802,050)
Reimbursement of shared expenses (1)				
Raízen Combustíveis S.A. and its subsidiaries	36,739	104,972	39,767	117,183
Companhia de Gás de São Paulo	9,535	25,034	7,225	23,601
Rumo group (i)	6,930	19,735	6,607	20,447
Raízen Paraguaçu Ltda.	6,365	18,217	6,512	16,252
Bioenergia Barra Ltda and its subsidiaries	2,118	6,076	1,876	6,821
Raízen Centroeste Açúcar e Álcool Ltda.	1,911	5,573	1,760	5,288
Cosan Lubrificantes e Especialidades S.A.	1,657	5,330	2,539	5,881
Raízen Araraquara Açúcar e Álcool Ltda.	1,355	3,958	1,272	4,481
Other	2,985	8,962	2,366	10,918
	69,595	197,857	69,924	210,872
Land leases (2)				
Radar group (iii)	(18,369)	(58,190)	(19,536)	(56,121)
Janus Group	(10,240)	(26,080)	(4,521)	(9,690)
Tellus group	(5,737)	(17,614)	(6,522)	(18,174)
Aguassanta group (ii)	(2,780)	(8,837)	(6,555)	(21,147)
Barrapar Participações S.A.	(15)	(48)	-	-
	(37,141)	(110,769)	(37,134)	(105,132)
Net financial income (3)				
Raízen Combustíveis S.A. and its subsidiaries	2,182	20,983	7,898	27,346
Raízen International Universal	2,587	13,172	(6,006)	(42,657)
Raízen Luxembourg S.A.	-	-	-	107,114
Raízen Tarumã Ltda.	-	-	-	3,264
Raízen Energy Finance Limited	(39)	(39)	(14,439)	27,094
Raízen Centroeste Açúcar e Álcool Ltda.	2,599	(1,210)	(4,772)	(6,047)
Shell Finance B.V.	2,197	(2,263)	532	(843)
Raízen Araraquara Açúcar e Álcool Ltda.	(459)	(2,582)	(814)	(1,695)
Raízen Trading LLP	1,362	(5,033)	(575)	(8,832)
Bioenergia Barra Ltda and its subsidiaries	(9,428)	(19,804)	(7,819)	(8,603)
Raízen Fuels Finance S.A.	(66,581)	(102,312)	(13,323)	(17,917)
Other	(3,650)	(7,942)	(2,077)	(4,103)
	(69,230)	(107,030)	(41,395)	74,121

	Consolidated			
	Oct-Dec/2017	**Apr-Dec/2017**	**Oct-Dec/2016**	**Apr-Dec/2016**
Sale of products, net of returns				
Raízen and Wilmar Sugar Pt	458,866	1,771,643	-	-
Raízen Combustíveis S.A. and its subsidiaries	396,647	1,482,255	839,936	1,438,058
Shell Trading US Company	130,498	263,285	-	139,439
Shell Trading Rotterdam	-	20,118	-	-
Pilipinas Shell Petroleum	1,957	1,957	24,996	72,146
Other	4,840	24,188	1,872	6,679
	992,808	3,563,446	866,804	1,656,322
Purchase of goods and services				
Raízen Combustíveis S.A. and its subsidiaries	(139,998)	(491,184)	(104,604)	(464,027)
Shell Trading US Company	(97,513)	(358,425)	(215,924)	(474,092)
Rumo group (i)	(100,501)	(315,475)	(83,915)	(281,863)
Agroterenas S.A.	(47,188)	(220,748)	(54,657)	(213,948)
Nova América Agrícola Ltda.	(20,901)	(134,136)	(20,149)	(124,540)
Nova América Agrícola Caarapó Ltda.	(36,795)	(113,830)	(58,178)	(148,186)
Cosan Lubrificantes e Especialidades S.A.	(3,828)	(15,475)	(4,063)	(19,257)
Shell Trading Roterdam	-	(9,987)	-	(8,263)
Nova América Terras Ltda.	(2,356)	(9,025)	(1,763)	(9,325)
Agroterenas S.A. Terra	(2,204)	(7,649)	(2,630)	(8,476)
Iogen Energy Corporation	(73)	(5,525)	-	-
Shell Brasil Petróleo	(1,671)	(5,222)	(1,184)	(5,028)
Palermo Agrícola S.A.	(84)	(3,006)	(1,633)	(3,353)
Other	(16,500)	(22,420)	(3,901)	(11,439)
	(469,612)	(1,712,107)	(552,601)	(1,771,797)
Reimbursement of of shared expenses (1)				
Raízen Combustíveis S.A. and its subsidiaries	36,739	104,972	39,767	117,183
Companhia de Gás de São Paulo	9,535	25,034	7,225	23,601
Rumo group (i)	6,930	19,736	6,607	20,447
Cosan Lubrificantes e Especialidades S.A.	1,657	5,330	2,539	5,881
Cosan S.A. Indústria e Comércio	1,009	3,200	530	2,778
Other	905	2,666	872	2,313
	56,775	160,938	57,540	172,203
Land leases (2)				
Radar group (iii)	(18,369)	(58,190)	(19,536)	(56,121)
Janus Group	(10,240)	(26,080)	(4,520)	(9,690)
Tellus group	(5,737)	(17,614)	(6,522)	(18,174)
Aguassanta group (ii)	(2,780)	(8,837)	(6,556)	(21,147)
Barrapar Participações S.A.	(15)	(48)	-	-
	(37,141)	(110,769)	(37,134)	(105,132)
Net financial income (3)				
Raízen Combustíveis S.A. and its subsidiaries	160,781	304,429	87,137	36,473
Nova América Agrícola Caarapó Ltda.	1,743	6,354	2,299	7,260
Agroterenas S.A.	245	1,199	760	2,477
Other	1,148	(6,603)	541	(3,456)
	163,917	305,379	90,737	42,754

(i) The term Rumo Group refers to the rail and port operations represented by the companies Rumo S.A., Elevações Portuárias S.A, Logispot Armazéns Gerais S.A., Rumo Malha Sul S.A., Rumo Malha Oeste S.A., Rumo Malha Paulista S.A., Rumo Malha Norte S.A., ALL América Latina Logística Rail Management, Portofer Transporte Ferroviário Ltda. and Brado Logística S.A.

(ii) The term Aguassanta Goup refers to land lease transactions for the planting of sugarcane with entities Aguassanta Agrícola Ltda., Aguassanta Participações S.A., Aguapar Agrícola Ltda., Palermo Agrícola S.A. and Vila Santa Empreendimentos Imobiliários Ltda.

(iii) The term Radar Group refers to land lease transactions for the planting of sugarcane, and main entities in the group are Radar Propriedades Agrícolas S.A., Nova Agrícola Ponte Alta S.A., Nova Amaralina S.A., Terras da Ponte Alta, Nova Santa Barbara Agrícola S.A., Radar II Propriedades Agrícolas S.A., Vale da Ponte Alta S.A., Proud Participações S.A. and Bioinvestments Negócios S.A.

(1) Expenses incurred by shared corporate, management and operating costs reimbursed from related parties;

(2) Expenses incurred with land leased from related parties, outside Raízen Group;

(3) It mainly refers to charges produced by the companies as a way of administering financial resources, due to the financial management of cash and PPE.

(4) Transactions with related parties are realized into under reasonable and cumulative conditions, in line with those prevailing in the market or that the Company would contract with third parties.

c) Summary of recoverable and chargeable balances from Cosan shareholder

	Parent company		Consolidated	
	12/31/2017	**03/31/2017**	**12/31/2017**	**03/31/2017**
Current assets				
Other financial assets (Note 8)	11,697	11,048	11,697	11,048
Other amounts receivable (i)	44,657	34,665	52,575	41,153
	56,354	45,713	64,272	52,201
Non-current assets				
Judicial deposits (Note 16)	89,330	85,328	199,168	192,570
Other financial assets (Note 8)	70,183	485,731	70,183	485,731
Other amounts receivable (i)	63,046	60,857	65,004	62,781
	222,559	631,916	334,355	741,082
Total assets	278,913	677,629	398,627	793,283
Current liabilities				
Taxes payable	2,719	23	5,082	2,939
Other payable (ii)	180,555	123,780	198,302	136,374
	183,274	123,803	203,384	139,313
Non-current liabilities				
Taxes payable (ii)	163,637	157,383	174,959	169,747
Provision for legal disputes (Note 16)	144,275	154,620	171,533	178,987
	307,912	312,003	346,492	348,734
Total liabilities	491,186	435,806	549,876	488,047

(i) Refers substantially to legal expenses receivable from the shareholder.
(ii) Refers substantially to tax credits to be reimbursed to shareholder.

d) Other significant information involving related parties

i) Committed Back-up Credit Facility Agreement

The Company is a beneficiary of a US$ 700,000 Revolving Committed Back-up Credit Facility Agreement granted by Shell Finance (Netherlands) B.V. and Cosan S.A. Indústria e Comércio. Up to the end of nine-month period ended December 31, 2017, the mentioned credit facility had not been used.

ii) Guarantees

The Company is the guarantor of certain debts of its related party Raízen Combustíveis S.A. (RCSA).

e) Directors and members of the Board of Directors

Fixed and variable compensation paid to key management personnel, including statutory directors and members of the Board of Directors that are recognized in the statement of income for the period as follow:

	Apr-Dec/2017	Apr-Dec/2016
Regular remuneration	(38,603)	(35,327)
Bonuses and other variable compensation	(25,930)	(26,237)
Total compensation	(64,533)	(61,564)

The Company shares the corporate, management and operating costs with its related party Raízen Combustíveis S.A. ("RCSA"). Key management and other administrative positions mostly consist of employees of the Company itself. Thus, as of December 31, 2017, RCSA reimbursed the Company for all the structure shared, including the key management personnel and other Management's employees, totaling R$ 47,739 (R$ 56,162 in the nine-month period ended December 31, 2016).

10. Investments

a) Parent company

	Country	Business	Percentage of Interest	Investments (1) 12/31/2017	Investments (1) 03/31/2017	Equity accounting result Apr-Dec/2017	Equity accounting result Apr-Dec/2016
Book value							
Agrícola Ponte Alta Ltda.	Brazil	Ethanol trade	91.21%	1,000,745	956,282	44,470	40,469
Benálcool Açúcar e Álcool Ltda.	Brazil	Holding	99.99%	321,322	212,504	109,411	70,313
Centro de Tecnologia Canavieira S.A.	Brazil	R&D	19.04%	107,060	105,145	1,915	3,234
Raízen Caarapó Açúcar e Álcool Ltda.	Brazil	Sugar and ethanol mills	31.48%	205,696	199,188	6,509	17,570
Raízen Centroeste Açúcar e Álcool Ltda.	Brazil	Ethanol mills	47.37%	647,079	872,794	34,823	46,828
Logum Logística S.A. (4)	Brazil	Logistics	20.82%	135,026	62,906	(25,480)	(28,961)
Raízen Araraquara Açúcar e Álcool Ltda. (3)	Brazil	Sugar and ethanol mills	99.99%	812,688	799,979	12,722	39,108
Raízen Luxembourg S.A. (6)	Luxembourg	Financing	100.00%	-	-	-	1,137
Raízen Fuels Finance S.A.	Luxembourg	Financing	100.00%	37,663	30,475	5,708	5,258
Raízen and Wilmar Sugar PTE Ltd (5)	Singapore	Trading of sugar	50.00%	13,413	-	12,798	-
Raízen Energy Finance Ltd.	Cayman Islands	Financing	100.00%	32,421	31,055	(2)	(1,278)
Raízen Paraguaçú Ltda. (3)	Brazil	Sugar and ethanol mills	100.00%	919,465	844,851	74,648	114,223
Raízen Tarumã Ltda. (3) (7)	Brazil	Sugar and ethanol mills	100.00%	-	-	-	19,968
TEAS - Terminal Exportador de Álcool de Santos Ltda.	Brazil	Port terminal	99.99%	50,557	109,958	2,798	2,899
Bioenergia Barra Ltda.	Brazil	Cogeneration of energy	99.99%	1,326,993	999,092	327,914	232,383
Uniduto Logística S.A.	Brazil	Logistics	46.48%	32,366	15,773	(6,552)	(6,726)
Subtotal				5,642,494	5,240,002	601,682	556,425
Investment goodwill (8)							
In Benálcool Açúcar e Álcool Ltda.			99.99%	49,202	49,202	-	-
Raízen Araraquara Açúcar e Álcool Ltda.			99.99%	197,013	197,013	-	-
Raízen Tarumã Ltda.			99.99%	92,379	92,379	-	-
Uniduto Logística S.A.			46.48%	5,676	5,676	-	-
Centro de Tecnologia Canavieira S.A.			19.04%	45,514	45,514	-	-
Subtotal				389,784	389,784	-	-
Total investments				6,032,278	5,629,786	601,682	556,425
Provision for negative equity in subsidiaries and associated companies (2)							
Raízen International Universal Corporation	British Virgin Islands.	Ethanol and sugar trade	100.00%	(2,676)	(38,888)	37,295	(827)
Unimodal Ltda.	Brazil	Logistics	53.17%	(1,923)	(1,923)	-	-
Raízen Biogás Ltda.	Brazil	Biogas production	99.99%	(126)	-	(127)	-
Other	Brazil	-		(3)	(2)	(1)	-
Total provision for negative equity				(4,728)	(40,813)	37,167	(827)
						638,849	555,598

(1) Investments assessed under the equity method (2) Classified in the non-current liabilities, under "Other obligations" caption; (3) As of December 31, 2017, balances of investments include a portion allocated to goodwill from merger of Curupay and acquisition of Usina Zanin in the amounts of R$ 106,723 and R$ 58,111 (Negative) (R$ 115,251 and R$ 55,391 (negative) as of March 31, 2017), respectively. Goodwill amortizations of said recognitions, classified in Parent company as equity in net income of subsidiaries, totaled R$8,527 and R$ 7,220 (R$5,611 and R$3,176 on March 31, 2016), respectively; (4) As of December 31, 2017, includes the estimated impairment loss on the investment in the amount of R$ 131,792, as mentioned in Note 10.d.ii of the annual financial statements as of March 31, 2017; (5) Refers to the income (loss) of RaW that RESA started recognizing as of April 1, 2017, according to its interest. (6) Company merged on September 15, 2016 by Raízen Fuels Finance S.A.; and (7) Company merged by Raízen Paraguaçu Ltda. on June 1, 2016; (8) Goodwill on the purchase of shares.

(b) Consolidated

				Investments (1)		Equity accounting results	
	Country	Business	Percentage of Interest	12/31/2017	03/31/2017	Apr-Dec/2017	Apr-Dec/2016
Book value							
Centro de Tecnologia Canavieira S.A.	Brazil	R&D	19.58%	110,096	108,128	1,969	3,329
Logum Logística S.A. (4)	Brazil	Logistics	20.82%	135,026	62,906	(25,480)	(28,961)
Uniduto Logística S.A.	Brazil	Logistics	46.48%	32,366	15,773	(6,552)	(6,726)
Raízen and Wilmar Sugar PTE Ltd (3)	Singapore	Trading	50.00%	13,413	-	12,796	-
Subtotal				290,901	186,807	(17,267)	(32,358)
Goodwill on investment (2)							
Uniduto Logística S.A.			46.48%	5,676	5,676	-	-
Centro de Tecnologia Canavieira S.A.			19.58%	51,946	51,946	-	-
Subtotal				57,622	57,622	-	-
Total investments				348,523	244,429	(17,267)	(32,358)

(1) Investments accounted for under the equity method; (2) Goodwill from acquisition of shares and (3) Refers to income (loss) from RaW that RESA started recognizing as of April 1, 2017 at its interest; and (4) As of December 31, 2017, includes the estimated impairment loss in investment amounting to R$ 131,792, as mentioned in Note 10 d.ii of annual financial statements as of March 31, 2017.

Changes in investment in subsidiaries and associated companies:

	Parent company	Consolidated
Balance at March 31, 2017	5,629,786	244,429
Equity on subsidiaries and associated companies	601,682	(17,267)
Additions to investment (Note 10.d i)	121,058	121,058
Write-off (Note 10.d ii)	(236,850)	-
Dividends declared	(85,885)	-
Other	2,487	303
Balance at December 31, 2017	6,032,278	348,523

Changes in provision for deficit shareholders' equity in subsidiaries and associated companies:

	Parent company
Balance at March 31, 2017	(40,813)
Equity on subsidiaries	37,167
Effect of foreign currency translation - CTA	(1,082)
Balance at December 31, 2017	(4,728)

c) Summarized financial information of associated companies, considering adjustments to equity value, when applicable.

- December 31, 2017

	Logum Logística S.A. (1)/(2)	Uniduto Logística Ltda. (1)/(2)	Centro de Tecnologia Canavieira S.A. (2)/(4)	Iogen Energy Corporation (3)	Raízen and Wilmar Sugar PTE Ltd. (4)
Assets	2,308,299	100,384	806,293	36,708	537,406
Liabilities	(1,026,584)	(30,744)	(244,005)	(269,086)	(510,579)
Equity	1,281,715	69,640	562,288	(232,378)	26,827
Nine-month period ended December 31, 2017					
Net operating income	93,834	-	90,011	-	2,103,541
(Loss) income for the period, net	(121,086)	(176)	10,057	(1,048)	25,547
Nine-month period ended December 31, 2016					
Net operating income	106,155	-	97,670	-	-
(Loss) income for the period, net	(133,915)	(162)	16,368	(1,371)	-

- March 31, 2017

	Logum Logística S.A. (1)/(2)	Uniduto Logística Ltda. (1)/(2)	Centro de Tecnologia Canavieira S.A. (2)/(4)	Iogen Energy Corporation (3)
Assets	2,603,854	32,818	824,612	29,855
Liabilities	(1,689,053)	(30,791)	(272,381)	(248,287)
Equity	914,801	2,027	552,231	(218,432)

a) The fiscal year of these investees ends on December 31.

b) Significant influence over these companies has been defined, mainly, based on the Company's right to elect key management personnel and to decide on their significant operational and some strategic issues.

c) Jointly controlled entity in which the Company interest is 50% in common shares, whose fiscal year ends on August 31. The Company did not recognize a provision for shareholders' deficit or share of loss of equity-accounted investees, given that it has no legal or constructive obligations to make payments on account of that company.

d) Year ended March 31.

d) Transactions occurred up to December 31, 2017

i) Additions to the investment

Capital increases in Logum Logística S.A. ("Logum")

As of July 4, 2017, Company's capital increases were, approved and subscribed totaling R$ 326,000. Amount subscribed by the Company in this transaction totaled R$65,200, being R$63,489 in kind and R$1,711 as settlement of advance for future capital increase done.

As of September 27, 2017, Company's capital increase was deliberated and approved in the amount of R$ 20,000, and subscribed as of October 02, 2017. According to its interest, the Company recorded the amount of R$4,000 for this operation, paid up as cash on October 05, 2017.

As of November 23, 2017, Company's capital increase was deliberated and approved in the amount of R$ 142,000, and subscribed as of December 08, 2017. The value subscribed by the Company in this operation totaled R$ 28,400, according to its interest, and was paid up as cash on December 12, 2017.

At the end of this operation, the Company started to hold direct and indirect ownership interest of 20.82% and 25.65%, respectively, in Logum (21.35% and 26.32% as of March 31, 2017).

Capital increases in Uniduto Logística S.A. ("Uniduto")

As of July 3, 2017, Company's capital increases were, approved and subscribed totaling R$ 32,600. According to its interest, the Company recorded the amount of R$15,151 for this operation, paid-up on July 06, 2017.

As of September 26, 2017, Company's capital increase was resolved and approved totaling R$ 2,000. According to its interest, the Company recorded the amount of R$ 930 for this operation, paid-up on October 03, 2017.

As of November 22, 2017, Company's capital increase was deliberated, approved and subscribed totaling R$ 14,200. According to its interest, the Company recorded the amount of R$6,600 for this operation, paid up as cash on December 11, 2017.

As of December 28, 2017, Company's capital increase was deliberated, approved and subscribed totaling R$ 1,000. The Company recorded the amount of R$465 to be paid-up on January 10, 2018 under caption "Related parties" in current liabilities, according to its interest.

In these operations, there were no changes in the percentage of participant in the capital of the investee, since all shareholders effected capital contributions in proportion to their existing holding.

Capital increase at Raizen and Wilmar Sugar PTE. Ltd. ("RaW")

On September 30, 2016, a capital increase of US$ 200 thousand was deliberated, corresponding to R$ 623, through a subscription of 200,000 shares in the amount of US$ 1 each. On April 3, 2017, the Company paid in capital of US$ 100 thousand , corresponding to R$ 312 in cash, proportional to its 50% participation in the capital.

ii) Decrease in investment

Capital decrease in Centroeste

On November 22, 2017, the subsidiary Centroeste decided in common agreement with its shareholders Agrícola Ponte Alta Ltda. and RESA., to reduce the company's capital by R$ 500,000. According to its interest, the Company recorded the amount of R$236,850 for this operation, received as bank deposit on November 30, 2017.

11. Property, plant and equipment

a) Parent company

	Lands and rural properties	Buildings and improvements	Machinery, equipment and facilities	Aircrafts and vehicles	Furniture, fixtures and IT equipment	Construction in progress	Frequently replaced parts and accessories	Sugarcane planting	Other	Total
Cost:										
March 31, 2017	9,329	712,528	3,870,431	479,939	145,814	276,107	816,556	3,736,443	19,711	10,066,858
										-
Additions	-	1,194	10,017	2,783	797	236,877	128,983	297,159	-	677,810
Business combination (1)	3,176	32,119	207,072	21,216	781	-	-	115,830	-	380,194
Write-offs	-	(4,313)	(72,141)	(19,694)	(4,384)	(1,850)	-	-	(735)	(103,117)
Transfers (2)	-	25,982	124,631	33,830	9,025	(205,293)	2,561	-	(6)	(9,270)
Estimated reversal (loss) (3)	-	-	8,137	22	(115)	-	-	-	-	8,044
December 31, 2017	12,505	767,510	4,148,147	518,096	151,918	305,841	948,100	4,149,432	18,970	11,020,519
Accumulated depreciation:										
March 31, 2017	-	(234,155)	(1,464,729)	(220,638)	(92,183)	-	(343,417)	(2,739,367)	(19,404)	(5,113,893)
Depreciation expense in the period	-	(20,878)	(179,333)	(30,228)	(13,588)	-	(508,106)	(336,894)	(202)	(1,089,229)
Write-offs	-	4,214	62,597	16,991	3,598	-	-	(64)	653	87,989
Transfers (2)	-	3	240	(217)	(9)	-	-	-	7	24
December 31, 2017	-	(250,816)	(1,581,225)	(234,092)	(102,182)	-	(851,523)	(3,076,325)	(18,946)	(6,115,109)
Net residual value:										
December 31, 2017	12,505	516,694	2,566,922	284,004	49,736	305,841	96,577	1,073,107	24	4,905,410
March 31, 2017	9,329	478,373	2,405,702	259,301	53,631	276,107	473,139	997,076	307	4,952,965

(1)Refers to acquisition of Santa Cândida and Paraíso mills. For further details, see Note 27.
(2)Refers to the transfers of intangible assets, corresponding to the software license.
(3)Refers to (formation) reversal of estimated loss in fixed assets, recognized in profit or loss for the period under "Other operating income (expenses), net" caption (Note 22).

b) Consolidated

	Lands and rural properties	Buildings and improvements	Machinery, equipment and facilities	Aircrafts and vehicles	Furniture, fixtures and IT equipment	Works in progress	Frequently replaced parts and accessories	Sugarcane planting	Other	Total
Cost:										
March 31, 2017	35,211	1,303,010	7,977,550	553,010	176,600	609,729	1,066,581	4,382,729	33,413	16,137,833
Additions	-	3,271	20,408	2,972	1,006	303,922	176,451	332,538	-	840,568
Business combination (1)	3,176	32,119	207,072	21,216	781	-	-	115,830	-	380,194
Write-offs	-	(4,314)	(74,880)	(25,997)	(4,812)	(4,662)	-	-	(734)	(115,399)
Transfers (2)	299	49,055	257,886	39,046	10,443	(369,571)	2,560	-	1,002	(9,280)
Estimated reversal (loss) (3)	-	-	3,581	(17)	(281)	-	-	-	-	3,283
Other	(1,806)	-	900	-	34	-	3	-	-	(869)
December 31, 2017	36,880	1,383,141	8,392,517	590,230	183,771	539,418	1,245,595	4,831,097	33,681	17,236,330
Accumulated depreciation:										
March 31, 2017	-	(373,644)	(2,830,987)	(256,582)	(112,345)	-	(452,743)	(3,253,454)	(31,451)	(7,311,206)
Depreciation expense in the period	-	(33,763)	(357,796)	(35,053)	(16,131)	-	(662,721)	(379,879)	(603)	(1,485,946)
Write-offs	-	4,213	65,358	19,419	4,030	-	-	(84)	655	93,591
Transfers (2)	-	(309)	594	(258)	(38)	-	-	-	6	(5)
December 31, 2017	-	(403,503)	(3,122,831)	(272,474)	(124,484)	-	(1,115,464)	(3,633,417)	(31,393)	(8,703,566)
Net residual value:										
December 31, 2017	36,880	979,638	5,269,686	317,756	59,287	539,418	130,131	1,197,680	2,288	8,532,764
March 31, 2017	35,211	929,366	5,146,563	296,428	64,255	609,729	613,838	1,129,275	1,962	8,826,627

(1) Refers to acquisition of Santa Cândida and Paraíso plants. For further details, see Note 27.
(2) Refers to the transfers of intangible assets, corresponding to the software license.
(3) Refers to (formation) reversal of estimated loss in fixed assets, recognized in profit or loss for the period under "Other operating income (expenses), net" caption (Note 22).

Construction in progress

The balance of construction in progress refers mainly to: i) stillage concentration project; ii) project for the receiving the chopped sugar cane and separate the straw for co-generation of energy ; iii) installation of tanks to expand ethanol storage capacity; and iv) investments to industrial maintenance and improvement, agricultural automation, in addition to safety, health and environment and administrative investments.

During the nine-month period ended December 31, 2017, several projects were completed as follow: i) investments for processing maintenance and improvement and agricultural automation, in the amount of R$241,143; ii) SSMA in the amount of R$ 39,935 and iii) investment in administrative structure in the amount of R$17,193.

Borrowing cost capitalization

In the nine-month period ended December 31, 2017, borrowing costs capitalized in Parent Company and Consolidated reached R$ 13,726 and R$ 25,078 (R$ 7,203 and R$ 16,192 in the nine-month period ended December 31, 2016), respectively. The annual weighted average rate of debt financial charges for the Parent Company and Consolidated, used for capitalization of interest in the balance of construction in progress was 7.05% and 7.38% as of December 31, 2017 (7.81% and 7.15% as of December 31, 2016), respectively.

Financial lease

As of December 31, 2017, the property, plant and equipment class is related to aircraft and includes net residual values of R$ 3,468 (R$ 4,194 as of March 31, 2017), Parent Company and Consolidated in which the Company is the lessee under a finance lease, guaranteed by promissory note in the original amount of R$ 13,076.

Property, plant and equipment pledged

As of December 31, 2017, loans and financing are secured by land, building and machinery in the total amount of R$ 648,331 and R$ 1,100,448 (R$ 418,862 and R$ 1,307,185 as of March 31, 2017), in the Parent Company and Consolidated, respectively.

12. Intangible assets

a) Parent company

	Software license	Goodwill	Agricultural Partnership Agreements	Sugarcane supply agreements	Technology	Total
Cost or evaluation:						
March 31, 2017	185,135	1,213,357	18,411	26,011	179,876	1,622,790
Additions	1,422	-	-	-	-	1,422
Business combination (1)	-	476,928	-	-	-	476,928
Transfers (2)	9,270	-	-	-	-	9,270
December 31, 2017	195,827	1,690,285	18,411	26,011	179,876	2,110,410
Accumulated amortization:						
March 31, 2017	(107,626)	(368,026)	(12,251)	(12,736)	(35,975)	(536,614)
Amortization expense in the period	(17,891)	-	(3,224)	(2,870)	(16,188)	(40,173)
Transfers (2)	(24)	-	-	-	-	(24)
December 31, 2017	(125,541)	(368,026)	(15,475)	(15,606)	(52,163)	(576,811)
Net residual value:						
December 31, 2017	70,286	1,322,259	2,936	10,405	127,713	1,533,599
March 31, 2017	77,509	845,331	6,160	13,275	143,901	1,086,176

(1) Refers to acquisition of Santa Cândida and Paraíso plants. For further details, see Note 27.
(2) Refers to transfers from property, plant and equipment.

b) Consolidated

	Software license	Goodwill	Agricultural Partnership Agreements	Sugarcane supply agreements	Public concession rights of use	Technology	Other	Total
Cost or evaluation:								
March 31, 2017	205,906	1,538,446	18,411	181,516	12,541	179,876	24,377	2,161,073
Additions	1,420	-	-	-	-	-	-	1,420
Business combination (1)	-	476,928	-	-	-	-	-	476,928
Transfers (2)	9,279	-	-	-	-	-	-	9,279
Accumulated translation adjustments	3	-	-	-	-	-	342	345
December 31, 2017	216,608	2,015,374	18,411	181,516	12,541	179,876	24,719	2,649,045
Accumulated amortization:								
March 31, 2017	(127,573)	(431,380)	(12,250)	(79,689)	(10,787)	(35,975)	(20,378)	(718,032)
Amortization expense in the period	(18,132)	-	(3,226)	(11,508)	(1,408)	(16,190)	(890)	(51,354)
Transfers (2)	6	-	-	-	-	-	-	6
December 31, 2017	(145,699)	(431,380)	(15,476)	(91,197)	(12,195)	(52,165)	(21,268)	(769,380)
Net residual value:								
December 31, 2017	70,909	1,583,994	2,935	90,319	346	127,711	3,451	1,879,665
March 31, 2017	78,333	1,107,066	6,161	101,827	1,754	143,901	3,999	1,443,041

(1) Refers to acquisition of Santa Cândida and Paraíso plants. For further details, see Note 27.
(2) Refers to transfers from property, plant and equipment.

13. Suppliers

	Parent company		Consolidated	
	12/31/2017	**03/31/2017**	**12/31/2017**	**03/31/2017**
Materials and services	316,015	334,493	608,385	571,349
Sugarcane suppliers	412,252	135,994	503,049	183,362
Suppliers - Agreements	82,805	75,292	230,433	193,649
	811,072	545,779	1,341,867	948,360
Domestic (domestic currency)	805,893	545,443	1,170,706	862,556
Abroad (foreign currency) (Note 24.d)	5,179	336	171,161	85,804
	811,072	545,779	1,341,867	948,360

The suppliers' characteristics are the same as those disclosed in the annual financial statements of March 31, 2017, no change has occurred in the recognition, measurement and accounting procedures, as well as significant changes in credit risk of counterparties involved in balances.

14. Loans and financing

			Financial charges Annual effective average interest rate		Parent company		Consolidated	
Types of debts	**Final maturity**	**Index**	**12/31/2017**	**03/31/2017**	**12/31/2017**	**03/31/2017**	**12/31/2017**	**03/31/2017**
Classification of debts per currency:								
Denominated in Reais					5,104,824	4,358,787	6,852,604	6,343,343
Denominated in US Dollar and Euro (Note 24.d)					-	269,633	4,038,677	4,047,031
					5,104,824	4,628,420	10,891,281	10,390,374
Type of debts (1):								
BNDES	Oct/25	URTJLP	9.57%	10.10%	177,823	202,690	800,417	955,802
BNDES	July/24	Pre-fixed	4.00%	4.03%	477,345	546,582	816,846	960,242
BNDES	April/24	UMBND	6.83%	6.72%	13,278	14,392	48,106	56,395
Debentures	Oct/18	CDI	7.89%	13.17%	399,427	473,917	399,427	473,917
Debentures	Oct/20	IPCA + interest	9.36%	10.73%	403,528	402,808	403,528	402,808
Prepayments	Dec/20	Dollar (US$) + Libor	3.56%	2.82%	-	269,633	165,661	429,499
Term Loan Agreement	April 2020	Dollar (US$) + Libor	2.87%	2.35%	-	-	1,489,075	1,426,154
Senior Notes Due 2027 (2)	Jan/27	Dollar (USA)	5.30%	5.30%	-	-	1,722,811	1,600,526
Resolution 2471 (PESA)	April /23	IGP-M	3.16%	8.48%	932,893	946,084	959,702	973,477
PESA	Oct/25	Pre-fixed	3.00%	3.00%	61	68	61	68
Credit Notes	Oct/20	CDI	7.39%	13.03%	253,047	264,126	253,047	264,126
Finame/Leasing	Jan/25	Pre-fixed	6.78%	6.70%	75,596	86,104	112,003	128,253
Finame/Leasing	March/21	URTJLP	10.29%	10.84%	132	132	132	132
Certificate of Agribusiness Receivables (CRA)	April /23	CDI	10.04%	12.06%	2,004,157	1,296,483	2,469,268	1,780,644
CRA	April /24	IPCA + interest	8.43%	10.33%	367,537	125,401	590,068	347,479
Schuldschein	Oct/21	Pre-fixed - EUR	2.88%	2.90%	-	-	263,541	226,658
Schuldschein	September/22	Euribor	1.85%	1.85%	-	-	397,588	339,507
Other	Other	Dollar (US$)	-	-	-	-	-	24,687
					5,104,824	4,628,420	10,891,281	10,390,374

			Financial charges Annual effective average interest rate		Parent company		Consolidated	
Types of debts	**Final maturity**	**Index**	**12/31/2017**	**03/31/2017**	**12/31/2017**	**03/31/2017**	**12/31/2017**	**03/31/2017**
Expenses incurred with the placement of the securities:								
BNDES					(2,220)	(2,501)	(3,438)	(3,936)
CRA					(31,120)	(18,180)	(40,834)	(29,261)
Debentures					(1,540)	(2,362)	(1,540)	(2,362)
Prepayments					(41)	(92)	(1,433)	(1,818)
Term Loan Agreement					-	-	(7,978)	(10,102)
Senior notes due 2027					-	-	(10,695)	(12,788)
Schuldschein					-	-	(11,419)	(11,416)
					(34,921)	(23,135)	(77,337)	(71,683)
					5,069,903	4,605,285	10,813,944	10,318,691
Current					(1,076,003)	(638,228)	(1,387,378)	(1,005,578)
Non-current					3,993,900	3,967,057	9,426,566	9,313,113

(1) Loans and financing are usually secured by Company's promissory notes. In certain cases, they also have collaterals from its subsidiaries and Raízen Combustíveis S.A., in addition to real guarantees such as: i) credit rights deriving from contracts for energy trading (BNDES); ii) CTN (note 8) and mortgage of land (PESA); iii) property, plant and equipment (Nota 11); and iv) financed assets pledged in guarantee (Finame).

(2) As of December 31, 2017, said debts were increased by R$ 29,850 (zero as of March 31, 2017), resulting from fair value appraisal.

Installments falling due in the long term, less the amortizations of expenses incurred with the placement of securities, have the following schedule:

	Parent company		Consolidated	
Months:	12/31/2017	03/31/2017	12/31/2017	03/31/2017
13-24	1,260,965	1,078,984	1,494,735	1,350,618
25-36	818,716	1,303,756	2,639,324	1,512,317
37-48	825,373	678,026	1,223,543	2,407,178
49-60	83,812	818,525	1,043,557	1,304,205
61-72	766,303	63,979	1,082,859	822,331
73-84	238,731	22,108	261,175	323,891
85-96	-	1,679	11,726	16,779
From 97	-	-	1,669,647	1,575,794
	3,993,900	3,967,057	9,426,566	9,313,113

Issuance of Certificate of Agribusiness Receivables - CRA

On May 2017, RESA issued CPRs - Rural Product note related to Public Distribution of the 6th (Sixth) and 7th (Seventh) series of the 1st (first) issuance of CRAs of RB Capital Companhia de Securitização in the amount of R$ 969,691, of which R$ 738,814 maturing in April 2023, restated at 96% of CDI and R$ 230,877, maturing in April 2024, restated at IPCA plus 4.73% per annum. Debt such operation, issuing costs in the amount of R$ 17,465, will be amortized by the term of the debt. The final use of the funds raised will be the use in the activities of RESA and its subsidiaries, exclusively related to agribusiness.

Covenants

The Company and its subsidiaries are not subject to comply with financial ratios, being subject only to certain covenants in loans and financing contracts, such as “cross-default” and “negative pledge”, which are being fully complied with by the Company.

Fair value

As of December 31 and March 31, 2017, the fair value of the Senior Notes Due 2027 is based on the price quotations in the secondary market at the reporting date (Note 24.i). These loans’ book values and fair values, less amortization of expenses with placement of securities, are as follows:

	Book value		Fair value	
	12/31/2017	03/31/2017	12/31/2017	03/31/2017
Senior notes due 2027	1,712,116	1,587,738	1,767,674	1,615,143
Face value			105.08%	101.73%

Additionally, as of December 31, 2017, Senior Notes Due 2017 debt was plus R$ 29,850 (zero as of March 31, 2017) resulting from fair value appraisal. The amount of such debt after fair value totals R$ 241,613 (zero as of March 31, 2017) (Notes 23 and 24.i).

Other loans and financing do not have a quoted value and their fair value approximates book value due to their exposure to variable interest rates and insignificant changes in the Company's credit risk which may be noted by the securities quoted aforementioned.

15. Income and social contribution taxes

a) Reconciliation of income (expense) of income and social contribution taxes:

	Parent company			
	Oct-Dec/2017	**Apr-Dec/2017**	**Oct-Dec/2016**	**Apr-Dec/2016**
Income before income and social contribution taxes	137,388	224,268	626,360	1,267,046
Income tax and social contribution at nominal rate (34%)	(46,712)	(76,251)	(212,962)	(430,796)
Adjustments for calculation of effective rate:				
Interest on own capital	-	-	68,000	68,000
Equity accounting result	87,438	217,209	72,546	188,903
Taxation at universal basis related to investments abroad	(6,916)	(17,040)	(1,249)	14,090
Capital gain due to dilution of ownership interest	-	-	4,798	4,798
Special Tax Reintegration Regime – Reintegra	6,669	25,191	385	1,324
Other	(245)	(1,141)	(82)	(1,609)
(Income) expense from (current and deferred) income and social contribution taxes	40,234	147,968	(68,564)	(155,290)
Effective rate	-29.28%	-65.98%	10.95%	12.26%

	Consolidated			
	Oct-Dec/2017	**Apr-Dec/2017**	**Oct-Dec/2016**	**Apr-Dec/2016**
Income before income and social contribution taxes	226,367	426,498	720,969	1,493,652
Income tax and social contribution at nominal rate (34%)	(76,964)	(145,009)	(245,129)	(507,842)
Adjustments for calculation of effective rate:				
Equity in net income of subsidiaries	(2,169)	(5,871)	(3,251)	(11,002)
Interest on own capital	-	-	68,000	68,000
Capital gain due to dilution of ownership interest	-	-	4,929	4,929
Special Tax Reintegration Regime - *Reintegra*	7,304	26,800	372	1,409
Difference between deemed income and taxable income rates	20,122	62,006	13,617	51,897
TBU (taxation of profits on a universal bases) related to foreign investments	(4,925)	(4,414)	(2,124)	15,477
Indemnification of assets (claim)	-	4,142	-	-
Investment grant - ICMS	4,900	6,215	2,120	3,965
Other	2,987	1,869	(1,707)	(8,641)
(Current and deferred) income and social contribution taxes	(48,745)	(54,262)	(163,173)	(381,808)
Effective rate	21.53%	12.72%	22.63%	25.56%

On December 31, the RESA`s subsidiary Agrícola Ponte Alta Ltda. presents tax losses carry forward and negative basis of social contributions of BRL 9,466 (12,763 in March 31, 2017), in which there was no recognition of deferred taxes asset, since the expectation of recovery is considered unlikely.

a.1) Recoverable income and social contribution taxes

	Parent company		Consolidated	
	12/31/2017	03/31/2017	12/31/2017	03/31/2017
Taxes on income ("IRPJ")	627,139	525,872	675,179	600,297
Social contribution (CSLL)	187,022	145,765	198,206	155,852
	814,161	671,637	873,385	756,149
Current	(538,648)	(491,994)	(572,455)	(564,271)
Non-current	275,513	179,643	300,930	191,878

a.2) Income and social contribution taxes payable

	Consolidated	
	12/31/2017	03/31/2017
IRPJ	89,936	25,882
CSLL	18,867	2,345
	108,803	28,227

b) Deferred income and social contribution taxes in assets and liabilities:

b.1) Parent company

				12/31/2017	03/31/2017
	Base	IRPJ 25%	CSLL 9%	Total	Total
Non-current assets (liabilities)					
Tax losses					
Tax losses	913,884	228,471	-	228,471	223,407
Negative basis for social contribution	913,889	-	82,250	82,250	80,427
Temporary differences:					
Tax goodwill deriving from downstream merger	-	-	-	-	36,166
Provisions for legal disputes	480,412	120,103	43,237	163,340	141,772
Foreign exchange variation on the cash basis	501,124	125,281	45,101	170,382	178,219
Remuneration and employee benefits	155,276	38,820	13,974	52,794	65,119
Sundry provisions and other temporary differences	509,476	127,369	45,853	173,222	142,561
Total deferred tax assets		640,044	230,415	870,459	867,671
Biological assets	(302,056)	(75,514)	(27,185)	(102,699)	(216,237)
Unrealized gain (loss) with derivatives	(277,147)	(69,287)	(24,943)	(94,230)	(104,947)
Capitalized borrowing cost	(119,685)	(29,921)	(10,772)	(40,693)	(40,061)
Fixed assets' useful life review	(799,471)	(199,868)	(71,952)	(271,820)	(235,190)
Amortized tax goodwill	(675,168)	(168,792)	(60,765)	(229,557)	(225,274)
Total deferred tax liabilities		(543,382)	(195,617)	(738,999)	(821,709)
Total deferred - Assets, net		96,662	34,798	131,460	45,962

b.2) Consolidated

				12/31/2017	03/31/2017
	Base	IRPJ 25%	CSLL 9%	Total	Total
Non-current assets (liabilities)					
Tax losses					
Tax losses	1,085,600	271,400	-	271,400	308,560
Negative basis for social contribution	1,085,600	-	97,704	97,704	111,082
Temporary differences:					
Tax goodwill deriving from downstream merger	6,574	1,644	591	2,235	38,934
Provisions for legal disputes	536,215	134,054	48,259	182,313	158,608
Provision on write-off of goodwill	166,656	41,664	14,999	56,663	56,663
Changes in exchange rates - cash basis	475,235	118,809	42,771	161,580	166,609
Remuneration and employee benefits	172,662	43,166	15,539	58,705	71,565
Sundry provisions and other temporary differences	633,262	158,316	56,993	215,309	156,598
Total deferred tax assets		769,053	276,856	1,045,909	1,068,619
Biological assets	(399,800)	(99,950)	(35,982)	(135,932)	(248,029)
Cost of capitalized loans	(223,938)	(55,985)	(20,154)	(76,139)	(80,064)
Unrealized loss with derivatives	(273,374)	(68,344)	(24,603)	(92,947)	(94,366)
Fair value of the fixed asset	(261,044)	(65,261)	(23,494)	(88,755)	(91,274)
Fixed assets' useful life review	(1,540,997)	(385,249)	(138,690)	(523,939)	(444,489)
Amortized tax goodwill	(838,453)	(209,613)	(75,461)	(285,074)	(276,541)
Total deferred tax liabilities		(884,402)	(318,384)	(1,202,786)	(1,234,763)
Total deferred taxes		(115,349)	(41,528)	(156,877)	(166,144)
Deferred taxes - Assets, net				60,733	19,562
Deferred taxes - Liabilities, net				(217,610)	(185,706)
Total deferred taxes				(156,877)	(166,144)

c) Net movement in deferred taxes:

	Apr-Dec/2017	
	Parent company	Consolidated
Balance at the beginning of the period	45,962	(166,144)
Income in profit or loss	122,531	83,558
Deferred taxes on other comprehensive income	(35,565)	(35,533)
Business combination (1)	(3,532)	(3,532)
Use of tax losses and negative basis for social contribution for REFIS settlement (2)	-	(35,530)
Other	2,064	304
Balance at end of the period	131,460	(156,877)

(1) Refers to acquisition of Santa Cândida and Paraíso mills. For further details, see Note 27.
(2) On November 24, 2017, RESA's subsidiary, Raízen Centroeste sold tax losses to Cosan in the amount of R$ 35,530 to be used in REFIS- Law 13043/2014. In return, Raízen Centroeste received in current currency the amount of R$ 26,627, with discount of 25%, recognized in financial results.

16. Provision for legal disputes and judicial deposits

Breakdown of lawsuits considered as probable loss

As of December 31 and March 31, 2017, the balance of lawsuits is as follows:

	Parent company		Consolidated	
	12/31/2017	03/31/2017	12/31/2017	03/31/2017
Tax	43,316	33,683	51,742	44,133
Civil	27,568	26,783	31,991	29,396
Labor	181,291	169,349	241,578	220,384
	252,175	229,815	325,311	293,913
Non-reimbursable legal disputes	107,900	75,195	153,778	114,926
Reimbursable legal disputes (Note 9.c)	144,275	154,620	171,533	178,987

When Company was setup, it was agreed that Cosan would reimburse the Company for legal disputes with database prior to its formation, thus, Company should reimburse Cosan regarding the judicial deposits made on the date before its formation. On December 31 and March 31, 2017, balances of judicial deposits are as follows:

	Parent company		Consolidated	
	12/31/2017	03/31/2017	12/31/2017	03/31/2017
Tax	116,026	100,057	229,057	210,160
Civil	8,645	8,944	9,464	9,750
Labor	54,769	42,908	71,880	55,856
	179,440	151,909	310,401	275,766
Own judicial deposits	90,110	66,581	111,233	83,196
Refundable judicial deposits (note 9.c)	89,330	85,328	199,168	192,570

i) Non-reimbursable legal disputes

	Parent company			
	Tax	Civil	Labor	Total
March 31, 2017	5,070	3,150	66,975	75,195
Provision in the year	2,687	4,358	49,075	56,120
Write-offs/reversals (i)	(27)	(2,656)	(23,704)	(26,387)
Payments	-	(334)	(13,660)	(13,994)
Monetary adjustment (ii)	9	884	16,073	16,966
December 31, 2017	7,739	5,402	94,759	107,900

(i) Includes the reversal of monetary variation in the amount of (R$ 9,913), registered at the income (loss) for the period under "Financial result" caption.
(ii) Recognized in the statement of income for the period as financial result.

	Consolidated			
	Tax	Civil	Labor	Total
March 31, 2017	12,733	4,994	97,199	114,926
Provision	3,925	5,326	67,278	76,529
Write-offs/reversals (i)	(2,526)	(3,413)	(34,215)	(40,154)
Payments	(15)	(1,285)	(19,486)	(20,786)
Monetary variation (ii)	602	985	21,676	23,263
December 31, 2017	14,719	6,607	132,452	153,778

(i) Includes the reversal of inflation adjustment in the amount of (R$ 15,594), calculated at the income (loss) for the period under "Financial income (loss)" caption.
(ii) Recognized in the income (loss) for the period as financial result.

ii) Reimbursable legal disputes (i)

	Parent company			
	Tax	Civil	Labor	Total
March 31, 2017	28,613	23,633	102,374	154,620
Provision	8,590	4,262	23,232	36,084
Write-offs / reversals (ii)	(13,010)	(8,298)	(32,128)	(53,436)
Payments	-	(4,497)	(20,760)	(25,257)
Monetary variation	11,384	7,066	13,814	32,264
December 31, 2017	35,577	22,166	86,532	144,275

(i) The change does not have and will never have effect on profit or loss, due to Company's right to reimbursement.
(ii) Includes the reversal of monetary variation in the amount of (R$ 34,097).

	Consolidated			
	Tax	**Civil**	**Labor**	**Total**
March 31, 2017	31,400	24,402	123,185	178,987
Provision	8,593	6,923	26,973	42,489
Write-offs / reversals (ii)	(14,405)	(8,547)	(34,721)	(57,673)
Payments	-	(4,497)	(22,054)	(26,551)
Monetary variation	11,435	7,103	15,743	34,281
December 31, 2017	37,023	25,384	109,126	171,533

(i) The change does not have and will never have effect on profit or loss, due to Company's right to reimbursement.
(ii) Includes the reversal of monetary variation in the amount of (R$ 35,963).

iii) Total legal disputes

	Parent company			
	Tax	**Civil**	**Labor**	**Total**
March 31, 2017	33,683	26,783	169,349	229,815
Provision	11,277	8,620	72,307	92,204
Write-offs/reversals	(13,037)	(10,954)	(55,832)	(79,823)
Payments	-	(4,831)	(34,420)	(39,251)
Monetary variation	11,393	7,950	29,887	49,230
December 31, 2017	43,316	27,568	181,291	252,175

	Consolidated			
	Tax	**Civil**	**Labor**	**Total**
March 31, 2017	44,133	29,396	220,384	293,913
Provision	12,518	12,249	94,251	119,018
Write-offs/reversals	(16,931)	(11,960)	(68,936)	(97,827)
Payments	(15)	(5,782)	(41,540)	(47,337)
Monetary variation	12,037	8,088	37,419	57,544
December 31, 2017	51,742	31,991	241,578	325,311

a) Tax

	Parent company		Consolidated	
	12/31/2017	**03/31/2017**	**12/31/2017**	**03/31/2017**
Social security charges ("INSS")	-	792	1,603	2,590
Value-added tax on sales and services (ICMS)	27,215	20,515	31,356	23,827
Social Integration Program ("PIS") and Social Contribution on Revenues ("COFINS")	-	204	-	204
Excise tax ("IPI")	846	817	1,130	2,726
Lawyers' fees	7,555	4,869	9,891	7,375
Other	7,700	6,486	7,762	7,411
	43,316	33,683	51,742	44,133
Non-reimbursable legal disputes	7,739	5,070	14,719	12,733
Reimbursable legal disputes	35,577	28,613	37,023	31,400

b) Civil and labor

The Company and its subsidiaries are parties of several civil lawsuits relating to indemnification for material and pain and suffering, disputes on contracts, executions, collection, rendering of accounts, possessory and public civil lawsuits of environmental matter.

The Company and its subsidiaries are also parties to various labor lawsuits filed by former employees and employees of service providers who question, among others, payment of overtime, extra for night and dangerous work, rehiring to job position, return of amounts discounted on payroll such as confederation union dues, union tax, and others.

The following legal disputes were considered as possible loss and, thus, no provision for lawsuits demands has been recognized in the financial statements

a) Tax

	Parent company		Consolidated	
	12/31/2017	**03/31/2017**	**12/31/2017**	**03/31/2017**
ICMS	1,702,581	1,620,452	2,025,842	1,909,687
INSS	477,089	483,175	482,477	496,956
IPI	404,686	401,966	440,504	440,872
IRPJ and CSSL	422,622	406,000	585,803	524,053
PIS and COFINS (i)	1,288,815	947,275	1,331,496	986,455
Offsets with IPI credit - IN 67/98	111,526	109,323	132,270	129,618
MP470 debt installment	180,291	174,765	180,291	174,765
Other	341,443	292,966	403,967	327,354
	4,929,053	4,435,922	5,582,650	4,989,760
Non-reimbursable legal disputes	1,967,962	1,520,245	2,203,164	1,718,076
Reimbursable legal disputes	2,961,091	2,915,677	3,379,486	3,271,684

(i) PIS and COFINS

They refer, substantially, the rejection of PIS and CONFINS credits, in the non-cumulative system, provided for the Laws No. 10.637/2002 and 10.833/2003, respectively, for the determination periods (quarters) from 2012 to 2015. These rejections arise, in summary, due to the restrictive interpretation of the Secretariat of the Brazilian Federal Revenue Service in regard to the concept of "inputs" as well as differences regarding the interpretation of the referred to laws. Such questions are still at the administrative spheres.

b) Civil and labor

	Parent company		Consolidated	
	12/31/2017	03/31/2017	12/31/2017	03/31/2017
Civil	417,766	398,489	693,171	694,634
Labor	365,737	490,583	438,327	580,386
	783,503	889,072	1,131,498	1,275,020
Non-reimbursable legal disputes	269,050	287,843	434,277	444,120
Reimbursable legal disputes	514,453	601,229	697,221	830,900

17. Commitments (Consolidated)

As mentioned in note 17 to annual financial statements of March 31, 2017, the Company has entered into commitments to sell and purchase sugarcane, industrial equipment and leases contracts. During the nine-month period ended December 31, 2017 no significant changes occurred in those commitments.

18. Equity

a) Capital and capital reserve

As of December 31 and March 31, 2017, capital totaled R$ 6,516,354, that not include the balance of redeemable preferred shares - liability financial instruments in the amount of R$ 62,069 (R$ 60,008 as of March 31, 2017) totaling R$ 6,454,285 (R$ 6,456,346 as of March 31, 2017).

Capital is fully subscribed for and paid in and is divided as follows:

	Shareholders (shares in units)			
	Shell	CIP Cosan Investimentos e Participações S.A("CIP")	Cosan S.A. Indústria e Comércio ("Cosan S.A.")	Total
Common	3,621,641,599	3,621,641,599	-	7,243,283,198
Class-A preferred shares	-	-	1	1
Class "B" preferred shares	-	-	133,242,457	133,242,457
Class-D preferred shares	100,000	-	-	100,000
Total at December 31, 2017	3,621,741,599	3,621,641,599	133,242,458	7,376,625,656
Total at March 31, 2017	3,622,405,075	3,621,641,599	133,242,458	7,377,289,132

At the Annual and special shareholders meeting ("AGO") held on July 31, 2017, RESA shareholders approved the full redemption of class C preferred shares, in the amount of R$ 3,531. Because of these redemptions, 663,476 class C preferred shares were canceled, without reduction of RESA's capital, because part of capital reserve was used.

b) Dividends

											December 31, 2017
Company	**Salaries**	**Determination period**	**Approval in Special Shareholders' Meeting and Annual and Special Shareholders' Meeting**	**Nature and type of share**	**Impact in shareholders' equity**	**No impact in shareholders' equity**	**Amounts paid**	**Recipient**	**Percentage**	**Payment date**
RESA	Retained earnings	Mar/17	06/26/2017	Common	391,000	-	391,000	Shell / CIP	50% each	06/28/2017
RESA	Retained earnings	Mar/17	08/09/2017	Common	331,000	-	331,000	Shell / CIP	50% each	08/11/2017
RESA	Retained earnings	Mar/17	12/12/2017	Common	321,500		321,500	Shell / CIP	50% each	12/20/2017
RESA	Reversal of minimum mandatory dividends	Mar/17	07/31/2017	Common	(12,485)	-	-	Shell / CIP	50% each	-
RESA	Retained earnings	Mar/17	07/31/2017	Preferred B	-	-	28,422	Cosan	100%	08/31/2017
RESA	Reversal of dividends	Mar/17	07/31/2017	Preferred B	-	-	(2.061)	Cosan	100%	08/31/2017-
RESA	Redemption of shares	Mar/17	07/31/2017	Preferred C	-	-	3,531	Shell	100%	08/31/2017
RESA	Retained earnings	Mar/17	07/31/2017	Preferred D	597	729	1,326	Shell	100%	08/31/2017
					1,031,612	729	1,074,718			

c) Asset / liability valuation adjustments

	03/31/2017	**Comprehensive income**	**12/31/2016**	**03/31/2017**	**Comprehensive income**	**12/31/2017**
Effect of foreign currency translation - CTA	1,433	2,758	4,191	4,038	(587)	3,451
Actuarial (losses) from defined benefit plans	(9,050)	(2,111)	(11,161)	(11,161)	(352)	(11,513)
Net result from financial instruments designated as hedge accounting	(486,379)	99,436	(386,943)	(36,351)	69,318	32,967
Total	(493,996)	100,083	(393,913)	(43,474)	68,379	24,905

d) Interest of non-controlling shareholders

Corresponds to the participation of non-controlling shareholders, in the proportion of 26.59% on the equity of Unimodal Ltda.

e) Earnings per share

Basic and diluted

	Oct-Dec/2017	Apr-Dec/2017	Oct-Dec/2016	Apr-Dec/2016
Numerator				
Net income for the period	177,622	372,236	557,796	1,111,844
Income available for preferred shareholders	(1,347)	(7,099)	(21,850)	(39,999)
Income available to common shareholders	176,275	365,137	535,946	1,071,845
Denominator:				
Weighted average of outstanding common shares (in thousands)	7,243,283	7,243,283	7,243,283	7,243,283
Basic and diluted earnings per common share (Reais per share)	0,02	0,05	0,07	0,15

The Company does not have outstanding common shares that could cause dilution or debt convertible in common shares. Thus, basic and diluted earnings per share are equivalent.

19. Net operating revenue

	Parent company			
	Oct-Dec/2017	Apr-Dec/2017	Oct-Dec/2016	Apr-Dec/2016
Gross revenue from sale of products and services	1,631,392	5,226,597	1,779,265	4,867,291
Taxes and sales deductions	(97,120)	(249,914)	(104,673)	(206,866)
Net operating revenue	1,534,272	4,976,683	1,674,592	4,660,425

	Consolidated			
	Oct-Dec/2017	Apr-Dec/2017	Oct-Dec/2016	Apr-Dec/2016
Gross revenue from sale of products and services	3,573,649	10,946,639	3,712,349	9,786,606
Taxes and sales deductions	(280,046)	(707,195)	(236,200)	(519,148)
Net operating revenue	3,293,603	10,239,444	3,476,149	9,267,458

The net operating revenue is segregated between the following components:

	Parent company			
	Oct-Dec/2017	**Apr-Dec/2017**	**Oct-Dec/2016**	**Apr-Dec/2016**
Net revenue from sale of products and services	1,444,094	4,714,736	1,992,457	5,373,694
Gain (loss) on financial instruments designated as hedge accounting	129,567	305,120	(340,497)	(731,180)
Loss on commodity financial instruments not designated as hedge accounting	(39,389)	(43,173)	22,632	17,911
Net operating revenue	1,534,272	4,976,683	1,674,592	4,660,425

	Consolidated			
	Oct-Dec/2017	**Apr-Dec/2017**	**Oct-Dec/2016**	**Apr-Dec/2016**
Net revenue from sale of products and services	3,203,425	9,977,497	3,794,014	9,980,727
Gain (loss) on financial instruments designated as hedge accounting (Note 24.e)	129,567	305,120	(340,497)	(731,180)
(Loss) gain on commodity financial instruments not designated as hedge accounting	(39,389)	(43,173)	22,632	17,911
Net operating revenue	3,293,603	10,239,444	3,476,149	9,267,458

20. Segment information

As stated in the financial statements as of March 31, 2017, RESA's Management defined ethanol, sugar and bioenergy ("EAB") as the only operating segment, based on the reports used by the Company's CEO and the Board of Directors, which are the chief operational and strategic decision-makers. Performance evaluation targets are defined and monitored considering the EAB segment as a whole.

The Company monitors net operating income from the sale of its products in domestic and foreign markets, as follows:

	Consolidated			
	Oct-Dec/2017	**Apr-Dec/2017**	**Oct-Dec/2016**	**Apr-Dec/2016**
Foreign market (1)	1,421,536	4,861,381	1,325,087	4,840,236
Domestic market	1,872,067	5,378,063	2,151,062	4,427,222
Total	3,293,603	10,239,444	3,476,149	9,267,458

(1) Includes sales to Brazilian clients in the export-equivalent category.

The breakdown of net operating revenue by product is as follows:

	Consolidated			
	Oct-Dec/2017	**Apr-Dec/2017**	**Oct-Dec/2016**	**Apr-Dec/2016**
Sugar	1,221,044	4,085,626	1,390,132	3,948,483
Ethanol	1,676,284	5,020,091	1,880,385	4,543,499
Energy	279,677	843,202	118,592	476,587
Other goods and services	116,598	290,525	87,040	298,889
Total	3,293,603	10,239,444	3,476,149	9,267,458

The proportion of net operating revenue by geographic area is as follows:

	Consolidated			
	Oct-Dec/2017	Apr-Dec/2017	Oct-Dec/2016	Apr-Dec/2016
Brazil	67.33%	58.41%	53.31%	44.87%
Asia	21.71%	30.03%	32.69%	33.18%
Europa	2.80%	2.63%	8.91%	10.88%
North America	7.59%	8.42%	3.81%	9.74%
Central America	-	-	0.48%	0.48%
South America (except Brazil), Africa and Oceania.	0.57%	0.51%	0.80%	0.85%
Total	100.00%	100.00%	100.00%	100.00%

During periods ended December 31, 2017 and 2016, main EAB clients, which individually represented 5% or more of the Company's total income, are as follows:

	Consolidated			
Client	Oct-Dec/2017	Apr-Dec/2017	Oct-Dec/2016	Apr-Dec/2016
Raízen and Wilmar Sugar	12.90%	16.17%	-	-
Raízen Combustíveis S.A.	11.14%	13.57%	22.70%	14.75%
Wilmar Sugar Pte Ltd	6.87%	7.11%	22.96%	20.65%
Mitsubishi International Corporation	4.15%	5.30%	2.78%	5.33%

21. Costs and expenses by nature

Reconciliation of costs and expenses by nature

Costs and expenses are shown in the income (loss) by function. The reconciliation of results by nature for the nine-month periods ended December 31, 2017 and 2016 is detailed as follows:

a) Costs and expenses by nature:

	Parent company			
	Oct-Dec/2017	Apr-Dec/2017	Oct-Dec/2016	Apr-Dec/2016
Raw material	(368,232)	(1,410,762)	(515,728)	(1,357,430)
Depreciation and amortization	(401,773)	(1,179,533)	(367,006)	(1,034,589)
Labor expenses	(247,375)	(670,800)	(235,467)	(605,933)
Cutting, loading and transportation ("CCT")	(161,598)	(502,376)	(124,372)	(420,678)
Maintenance materials	(64,712)	(215,599)	(63,023)	(186,414)
Outsourced labor	(49,285)	(148,110)	(43,273)	(112,596)
Change in fair value of biological assets	160,962	211,325	388,063	493,634
Realization of fair value of biological assets	(148,171)	(555,638)	(90,617)	(292,589)
Rental and leases	(93,569)	(256,895)	(114,236)	(261,449)
Other expenses	(134,105)	(404,807)	(120,811)	(406,564)
	(1,507,858)	(5,133,195)	(1,286,470)	(4,184,608)

	Consolidated			
	Oct-Dec/2017	Apr-Dec/2017	Oct-Dec/2016	Apr-Dec/2016
Raw material	(1,409,847)	(4,800,412)	(1,720,642)	(4,187,968)
Depreciation and amortization	(534,704)	(1,566,465)	(491,032)	(1,425,276)
Labor expenses	(341,472)	(918,034)	(318,107)	(838,596)
CCT	(203,550)	(618,832)	(168,604)	(534,084)
Maintenance materials	(87,076)	(266,002)	(120,429)	(360,488)
Outsourced labor	(56,819)	(165,115)	(50,673)	(132,215)
Change in fair value of biological assets	234,365	289,634	435,635	564,698
Realization of fair value of biological assets	(167,257)	(629,708)	(106,747)	(348,371)
Rental and leases	(105,097)	(277,752)	(125,758)	(287,101)
Resale of energy	(92,424)	(255,365)	(15,273)	(42,027)
Other expenses	(176,666)	(467,613)	(89,229)	(414,254)
	(2,940,547)	(9,675,664)	(2,770,859)	(8,005,682)

b) Classified as:

	Parent company			
	Oct-Dec/2017	Apr-Dec/2017	Oct-Dec/2016	Apr-Dec/2016
Cost of products sold and services provided	(1,232,474)	(4,272,593)	(1,049,969)	(3,472,971)
Sales expenses	(163,408)	(521,613)	(120,907)	(429,326)
General and administrative	(111,976)	(338,989)	(115,594)	(282,311)
	(1,507,858)	(5,133,195)	(1,286,470)	(4,184,608)

	Consolidated			
	Oct-Dec/2017	Apr-Dec/2017	Oct-Dec/2016	Apr-Dec/2016
Cost of products sold and services provided	(2,593,070)	(8,569,791)	(2,447,207)	(7,065,624)
Sales expenses	(197,548)	(658,857)	(164,479)	(544,268)
General and administrative	(149,929)	(447,016)	(159,173)	(395,790)
	(2,940,547)	(9,675,664)	(2,770,859)	(8,005,682)

22. Other operating income (expenses), net

	Parent company			
	Oct-Dec/2017	Apr-Dec/2017	Oct-Dec/2016	Apr-Dec/2016
Net recognition of extemporaneous deferred tax assets, net (1)	12,612	32,856	132	160
Reversal (formation) of estimated loss in fixed and intangible assets, net (Note 11)	346	8,044	(5,421)	(5,421)
Capital gain on dilution of ownership interest (Note 10.d)	-	-	14,111	14,111
Income from sales of scrap and waste	1,737	5,802	1,698	5,384
Formation of provision for lawsuits, net	(9,897)	(33,986)	(11,404)	(28,807)
Income (loss) from the sale of property, plant and equipment	1,473	(2,754)	917	4,845
Loss from commercial operations (2)	(13,534)	(15,630)	(140)	(33,413)
Other	119	1,658	185	5,826
	(7,144)	(4,010)	78	(37,315)

	Consolidated			
	Oct-Dec/2017	**Apr-Dec/2017**	**Oct-Dec/2016**	**Apr-Dec/2016**
Net recognition of extemporaneous deferred tax assets, net (1)	14,480	46,014	(5,597)	(5,559)
Capital gain on dilution of ownership interest (Note 10.d)	-	-	14,496	14,496
(Formation) reversal of estimated loss in property, plant and equipment and intangible assets, net (Note 11)	(5,384)	3,283	(9,714)	(11,880)
Income from sales of scrap and waste	2,164	7,202	1,989	6,894
Provision for legal disputes, net	(10,853)	(40,545)	(12,412)	(31,625)
Income (loss) from the sale of property, plant and equipment and investments	1,529	(6,662)	(79)	128
Income (loss) from commercial operations (2)	(13,151)	(15,247)	3,275	(30,829)
Other (3)	1,219	14,779	(13,593)	(5,315)
	(9,996)	8,824	(21,635)	(63,690)

(1) Refers mainly to the recovery of tax credits arising from the Company's activities, recognized in income (loss) for the period as of December 31, 2017 and 2016.
(2) Substantially refers to the result of the washout of certain business contracts, in the scope of the execution of the business strategy of the Company in the ordinary course of its businesses.
(3) As of December 31, 2017, substantially comprised of the reversal of provision of R$ 10.002 due to receipt of reimbursement of the insurance company on losses of assets, related to the fire occurred on October 20, 2016 in the subsidiary Centroeste.

23. Financial results

	Parent company			
	Oct-Dec/2017	**Apr-Dec/2017**	**Oct-Dec/2016**	**Apr-Dec/2016**
Financial expenses				
Interest	(136,045)	(423,831)	(149,486)	(411,670)
Monetary variation - liabilities	(22,659)	(58,672)	(9,932)	(55,219)
PIS and COFINS on financial income	(3,113)	(12,223)	(4,206)	(12,351)
Other	(3,190)	(7,578)	(1,610)	(4,679)
	(165,007)	(502,304)	(165,234)	(483,919)
Fair value of financial instruments (liabilities) (Notes 9 and 14)	(4,540)	(29,850)	-	-
Less: amounts capitalized on qualifying assets (Note 11)	4,825	13,726	1,373	7,203
	(164,722)	(518,428)	(163,861)	(476,716)
Financial income				
Yields from financial investments	2,086	39,457	9,174	36,904
Interest	49,532	161,800	61,786	175,755
Monetary variation - assets	12,219	47,315	4,877	26,180
Other	5	166	-	79
	63,842	248,738	75,837	238,918
Changes in exchange rate, net	(42,938)	(31,334)	(100)	(42,288)
Net effect of the derivatives	4,765	46,965	112,914	553,032
	(139,053)	(254,059)	24,790	272,946

				Consolidated
	Oct-Dec/2017	**Apr-Dec/2017**	**Oct-Dec/2016**	**Apr-Dec/2016**
Financial expenses				
Interest	(181,545)	(564,836)	(198,370)	(568,140)
Monetary variation - liability	(28,652)	(71,144)	(14,281)	(65,453)
PIS and COFINS on financial income	(5,695)	(21,357)	(7,119)	(21,937)
Other	(5,576)	(16,765)	(2,625)	(10,682)
	(221,468)	(674,102)	(222,395)	(666,212)
Fair value of financial instruments (liabilities) (Notes 9 and 14)	(4,540)	(29,850)	-	-
Less: amounts capitalized on qualifying assets (Note 11)	8,474	25,078	2,954	16,192
	(217,534)	(678,874)	(219,441)	(650,020)
Financial income				
Yields from financial investments	30,761	172,875	60,298	226,731
Interest	91,816	285,791	85,592	231,975
Monetary variation - assets	12,480	48,562	4,976	26,741
Other	7	169	2,635	5,935
	135,064	507,397	153,501	491,382
Exchange variations, net	(38,929)	(29,479)	(438)	(42,777)
Net effect of the derivatives	11,091	72,117	113,253	529,339
	(110,308)	(128,839)	46,875	327,924

24. Financial instruments

a) Overview

The Company presents exposure to the following main risks deriving from its operations, which are equalized and managed with the use of certain financial instruments:

- price risk
- foreign exchange rate risk
- interest rate risk
- credit risk
- liquidity risk

This note presents information on the Company's exposure to each one of the abovementioned risks, the Company's goals, policies and processes for the risk measurement and management, and the Company's capital management.

b) Risk management structure

The Company has specific treasury and trading policies that set risk management guidelines. The Company has the following main committees to monitor activities and ensure policy compliance: (i) A risk committee whose members gather weekly to analyze the behavior of commodity (mainly sugar) and foreign exchange markets and decide on coverage positions and the strategy to fix the prices of sugar exports to reduce the negative effects of changes in prices and exchange rates, as well as monitoring the liquidity and counterparty risk (credit); (ii) The ethanol committee meets monthly and evaluates the risks related to the marketing of ethanol and adapts to limits defined in the risk policies.

The Company and its subsidiaries are exposed to market risks, the main ones being: (i) fluctuations of sugar and ethanol prices; (ii) exchange rates fluctuations; and (iii) interest rates fluctuations. The purchases of financial instruments for hedging purposes are made according to an analysis of the risk exposure that Management intends to cover.

As of December 31 and March 31, 2017, the fair values of transactions with derivative financial instruments for hedging and other purposes were measured at fair value determined according to observable data, such as prices quoted in active markets or discounted cash flows according to market curves and are presented below:

	Parent company				Consolidated			
	Notional		Fair value		Notional		Fair value	
	12/31/2017	03/31/2017	12/31/2017	03/31/2017	12/31/2017	03/31/2017	12/31/2017	03/31/2017
Price risk								
Commodities derivatives								
Futures contracts	719,439	2,018,131	41,344	68,984	203,318	1,997,655	52,225	84,459
	719,439	2,018,131	41,344	68,984	203,318	1,997,655	52,225	84,459
Foreign exchange rate risk								
Foreign exchange rate derivatives								
Future contracts	(118,261)	(298,622)	(208)	3,689	(118,261)	(298,622)	(208)	3,689
Forward contracts	2,674,512	3,922,885	(27,468)	67,593	2,674,512	3,922,885	(27,468)	67,593
Foreign exchange swap	(1,208,810)	(1,197,402)	136,203	74,758	(1,416,778)	(1,361,519)	111,094	34,993
	1,347,441	2,426,861	108,527	146,040	1,139,473	2,262,744	83,418	106,275
Interest rate risk								
Interest derivatives	(739,089)	(745,842)	47,417	14,810	(953,947)	(960,699)	68,099	23,418
	(739,089)	(745,842)	47,417	14,810	(953,947)	(960,699)	68,099	23,418
Total			197,288	229,834			203,742	214,152
Current assets			132,352	372,926			240,819	422,055
Non-current assets			192,274	151,717			212,956	160,325
Total assets			324,626	524,643			453,775	582,380
Current liabilities			(118,699)	(260,404)			(216,936)	(294,094)
Non-current liabilities			(8,639)	(34,405)			(33,097)	(74,134)
Total liabilities			(127,338)	(294,809)			(250,033)	(368,228)

c) Price risk

The results from the possibility of fluctuations in the market prices of the products sold by the Company and its subsidiaries, mainly VHP sugar (sugar #11), refined sugar (sugar #5 or white sugar), and ethanol. These price fluctuations may cause substantial alterations in the Company's sales income. In order to mitigate such risk, the Company permanently monitors market, trying to be ahead of price movements. The table below shows the positions of derivative instruments to cover the risk of fluctuations in commodity prices, outstanding as of December 31, 2017:

							Consolidated
					Price risk: outstanding commodities derivatives on December 31, 2017		
Derivatives	**Purchased / Sold**	**Market**	**Contract**	**Maturity**	**Notional (units)**	**Notional (R$ thousand)**	**Fair value (R$ thousand)**
Future	Sold	NYSE LIFFE	Sugar#5	Feb/18	3,650 t	104,534	(99)
Future	Sold	ICE	Sugar#11	Feb/18-Sep/18	1,724,081 t	1,937,041	30,717
Options	Sold	ICE	Sugar#11	Feb/18-Sep/18	601,360 t	22,750	(19,751)
Accumulator	Sold	OTC	Sugar#11	Feb/18-Sep/18	- t	-	943
Sub-total sugar future sold					2,329,091 t	2,064,325	11,810
Future	Purchased	NYSE LIFFE	Sugar#5	Feb/18	(3,650) t	(106,783)	(1)
Future	Purchased	ICE	Sugar#11	Feb/18-Feb/19	(1,507,205) t	(1,624,087)	41,517
Options	Purchased	ICE	Sugar#11	Feb/18-Sep/18	(413,964) t	(24,008)	15,321
Sub-total sugar future bought					(1,924,819) t	(1,754,878)	56,837
Subtotal sugar future					404,272 t	309,447	68,647
Future	Sold	B3	Ethanol	Jan/18-Mar/18	9,270 m³	17,121	(69)
Future	Sold	CHGOETHNL	Ethanol	Feb/18-Dec/18	75,768 m³	3,646	(7,510)
Future	Sold	NYMEX	Ethanol	Feb/18-Dec/18	89,880 m³	141,335	(3,575)
Options	Sold	CHGOETHNL	Ethanol	Jan/18-Dec/18	5,922 m³	(1)	1,304
Sub-total ethanol future sold					180,840 m³	162,101	(9,850)
Future	Purchased	B3	Ethanol	Jan/18-Mar/18	(24,690) m³	(45,645)	123
Future	Purchased	CHGOETHNL	Ethanol	Jan/18-Oct/18	(183,288) m³	(2,062)	(12,863)
Future	Purchased	NYMEX	Ethanol	Jan/18-Dec/18	(84,000) m³	(131,943)	4,696
Options	Purchased	CHGOETHNL	Ethanol	Jan/18-Abr/18	(42) m³	(10)	(214)
Sub-total ethanol future bought					(292,020) m³	(179,660)	(8,258)
Physical fixed	Sold	CHGOETHNL	Ethanol	Jan/18-Feb/18	695 m³	1,090,469	9,637
Sub-total physical fixed ethanol sold					695 m³	1,090,469	9,637
Physical fixed	Purchased	CHGOETHNL	Ethanol	Jan/18	(1,205) m³	(1,612,976)	16,008
Sub-total physical fixed ethanol bought					(1,205) m³	(1,612,976)	16,008
Sub-total ethanol future					(111,690)	(540,066)	7,537
Future	Sold	NYMEX	Gasoline	Jan/18-Apr/18	304,167 m³	433,937	(23,959)
Subtotal of future gas					304,167	433,937	(23,959)
Net exposure of goods derivatives as of December 31, 2017						203,318	52,225
Net exposure of goods derivatives as of March 31, 2017						1,997,655	84,459

d) Foreign exchange rate risk

Exchange rate risks arise from the possibility of fluctuations in the exchange rates used by the Company for export , imports income, financing cash flows and other foreign currency assets and liabilities. The Company uses derivative transactions to manage cash flow risks resulting from export income denominated in US dollars, net of other cash flows also denominated in foreign currency. The table below shows the positions for derivative financial instruments used to cover exchange rate risks:

					Consolidated		
					Price risk: outstanding foreign exchange derivatives on December 31, 2017		
Derivatives	Purchased / Sold	Market	Contract	Maturity	Notional (US$ thousand)	Notional (R$ thousand)	Fair value (R$ thousand)
Future	Sold	B3	Trade dollar	Jan/18-Feb/18	288,500	954,358	720
Future	Sold	CME	Euro	Mar/18	7,250	23,983	(450)
Subtotal future sold					295,750	978,341	270
Future	Purchased	B3	Trade dollar	Jan/18-Feb/18	(324,250)	(1,072,619)	(734)
Future	Purchased	CME	Euro	Mar/18	(7,250)	(23,983)	256
Subtotal future bought					(331,500)	(1,096,602)	(478)
Term	Purchased	OTC/Cetip	NDF	Jan/18	(170,720)	(564,742)	3,752
Term	Sold	OTC/Cetip	NDF	Jan/18-May/18	979,218	3,239,254	(31,220)
Subtotal term bought/sold					808,498	2,674,512	(27,468)
Foreign exchange swap	Purchased	Fixed dollar/OTC	Foreign exchange swap	Jan/18-Jan/27	(555,478)	(1,837,521)	113,387
Foreign exchange swap	Sold	Fixed dollar/OTC	Foreign exchange swap	Oct/21-Jan/22	127,189	420,743	(2,293)
Subtotal of swap					(428,289)	(1,416,778)	111,094
Net exposure of foreign exchange derivatives as of December 31, 2017					344,459	1,139,473	83,418
Net exposure of foreign exchange derivatives as of March 31, 2017					699,436	2,262,744	106,275

The summary of the quantitative data on accounting exposure to foreign exchange risk of the Company on December 31 and March 31, 2017, is presented below:

	Consolidated	
		12/31/2017
	R$	US$ (in thousands)
Cash and cash equivalents (note 3)	412,455	124,684
Restricted cash (note 4)	59,475	17,979
Accounts receivable from abroad (note 5)	153,196	46,311
Related parties, net (note 9)	2,333,116	705,295
Suppliers (note 13)	(171,161)	(51,742)
Loans and financing (Note 14)	(4,038,677)	(1,220,882)
Derivatives (note 24.d) (*)		(344,459)
Net foreign exchange exposure	(1,251,596)	(722,814)
Derivatives settled in the month before the closing (**)		263,519
Net foreign exchange exposure, adjusted in December 2017 (***)		(459,295)
Net foreign exchange exposure, adjusted in March 2017 (***)		(816,687)

(*) Refers to the notional foreign exchange derivative transactions.
(**) Settlement at PTAX on the last closing day of the month of such financial information.
(***) The net foreign exchange exposure, adjusted will be substantially offset by probable future income of export products.

e) Hedge accounting effect

The Company formally designates its transactions subject to hedge accounting documenting: (i) the hedging relationship, (ii) the Company's risk management purpose and strategy when entering into the hedging instrument, (iii) the identification of the financial instrument, (iv) the covered object or transaction, (v) the nature of the risk to be covered, (vi) the description of the hedging relationship, (vii) the relation between the hedging instrument and the covered item, and (viii) the retrospective and prospective testing of the effectiveness of the hedging instrument.

As of December 31 and March 31, 2017, the impacts recognized in the Company's equity and the estimated realization in profit or loss are shown below:

			Period for realization			
Financial instruments	Market	Risk	2017/18	Over 2018	12/31/2017	03/31/2017
Future	OTC / ICE	Sugar#11	53,327	5,259	58,586	(18,891)
Future	B3	Ethanol	1,044	-	1,044	222
Options	OTC / ICE	Sugar#11	-	-	-	58,377
NDF	OTC	Foreign exchange	5,085	-	5,085	(94,787)
PPE	Debt	Foreign exchange	-	(14,765)	(14,765)	-
			59,456	(9,506)	49,950	(55,079)
(-) Deferred taxes			(20,215)	3,232	(16,983)	18,728
Effect in shareholders' equity at December 31, 2017			39,241	(6,274)	32,967	(36,351)

We show below the changes in the balances of other comprehensive income during the period:

Balance at March 31, 2017	(36,351)
Gains/(losses) during in the period:	
Fair value of commodity futures designated as hedge accounting	402,410
Foreign exchange variation of debt contracts designated as hedge accounting	7,738
Result from commodities recognized in net operating income (Note 19)	(382,487)
Result from debt contracts recognized in net operating income (Note 19)	77,367
Total changes during the period	105,028
Effect of deferred taxes on equity valuation adjustment	(35,710)
	69,318
Balance at December 31, 2017	32,967

f) Interest rate risk

The Company monitors fluctuations in interest rates applied to certain debts, particularly those exposed to the Libor risk, and uses derivative instruments to mitigate those risks. The table below shows the positions for derivative financial instruments used to cover interest rate risk:

					Consolidated		
					Price risk: outstanding interest derivatives on December 31, 2017		
Derivatives	Purchased / Sold	Market	Contract	Maturity	Notional (US$ thousand)	Notional (R$ thousand)	Fair value (R$ thousand)
Interest rate swap	Purchased	OTC	Interest rate swap	Oct/20-Apr/24	(288,376)	(953,947)	68,099
Net exposure of interest derivatives as of December 31, 2017					(288,376)	(953,947)	68,099
Net exposure of interest derivatives as of March 31, 2017					(303,213)	(960,699)	23,418

g) Credit risk

A substantial part of the sales of the Company and its subsidiaries is made to a select group of highly qualified counterparties, such as trading companies, fuel distribution companies and major supermarket chains.

The credit risk is managed by following specific client acceptance standards, analyzing client credit standing and setting exposure limits per client, requiring, when applicable, letters of credit of top tier banks and taking security interest in assets as security for payment of the credit facilities granted to clients. Management considers that the credit risk is substantially covered by the estimated loss in allowance for doubtful accounts.

Individual risk limits are determined with basis on internal or external classifications in accordance with limits determined by Company's management. The use of credit limits is regularly monitored. No credit limit was exceeded during the period, and Management does not expect any loss from default by these counterparties in amounts higher than those already provided for.

The Company enters into commodity derivative agreements in futures markets and options at the New York Board of Trade - NYBOT, Chicago - CBOT and at the London International Financial Futures and Options Exchange - LIFFE, as well as in over-the-counter markets with selected counterparties. The Company enters into foreign exchange rate and commodity derivative agreements at B3 and over-the-counter agreements, mainly with the leading local and foreign banks considered by global credit risk rating agencies to have investment level ratings.

Guarantee margins - Derivative transactions in commodity exchanges (NYBOT, LIFFE and B3) require guarantee margins. The total margin of the Consolidated deposited as of December 31, 2017 is R$ 85,052, of which R$ 25,577 in restricted financial investments and R$ 59,475 in derivative transaction margins. The Consolidated's total margin deposited as of March 31, 2017 is R$ 186,994, of which R$ 28,246 in restricted financial investments and R$ 158,748 in derivative transaction margins.

The Company's over-the-counter derivative transactions do not require a guarantee margin.

The credit risk on cash and cash equivalents is mitigated by the conservative distribution of investment funds and CDBs (Note 3), which make up the caption. The distribution follows strict criteria for allocation and exposure to counterparties that are major national and international banks, mainly considered investment grade by international rating agencies.

h) Liquidity risk

It is the risk of the Company encountering difficulties in performing the obligations associated with its financial liabilities that will be settled with cash payments or with another financial asset. The Company's approach in liquidity management is to guarantee, as much as possible, that it always has sufficient liquidity to perform its obligations upon maturity, under normal and stress conditions, without causing unacceptable losses or with a risk of sullying the Company's reputation. As part of the liquidity management process, management prepares business plans and monitors their implementation, discussing positive and negative cash flow risks and assessing the availability of funds to support its operations, investments and refinancing needs.

The table below shows the financial liabilities according to their aging schedules:

					Consolidated
	Up to 1 year	Up to 2 years	3-5 years	>5 years	Total
Loans and financing (1)	1,475,335	1,690,269	6,157,447	4,889,890	14,212,941
Suppliers (note 13)	1,341,867	-	-	-	1,341,867
Derivative financial instruments	216,936	-	33,097	-	250,033
Related parties (1)	842,512	-	-	396,425	1,238,937
December 31, 2017	3,876,650	1,690,269	6,190,544	5,286,315	17,043,778
March 31, 2017	2,658,877	1,556,906	7,002,176	5,606,590	16,824,549

(1) Undiscounted contractual cash flows.

i) Fair value

Procedures over the definition, measurement and recognition of the fair value of financial assets and liabilities are the same disclosed on annual financial statements of March 31, 2017.

Fair value hierarchy

The Company uses the following hierarchy to determine and disclose the fair value of financial instruments using the valuation technique:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: other techniques for which all data that have a significant effect on fair value are observable, whether directly or indirectly; and,
- Level 3: techniques that use data that have a significant effect on fair value that are not based on observable market data.

Financial instruments are classified as follows:

			Consolidated	
Financial instruments valued at fair value	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial investments (Note 3)	-	1,584,643	-	1,584,643
Restricted financial investments (Restricted cash) (Note 4)		75,569		75,569
Derivative financial instruments - assets	230,811	219,546	3,418	453,775
Loans and financing (Note 14)	-	(241,613)	-	(241,613)
Derivative financial instruments - Liabilities	(182,213)	(67,820)	-	(250,033)
December 31, 2017	48,598	1,570,325	3,418	1,622,341
March 31, 2017	74,897	3,081,981	13,251	3,170,129

As of December 31 and March 31, 2017, no transfers were made between the levels to determine the fair values of financial instruments.

j) Sensitivity analysis

We present below the sensitivity analysis of the fair value of financial instruments according to the types of risk considered relevant by the Company, pursuant to CVM Instruction No. 475 issued on March 17, 2008.

Assumptions for the sensitivity analysis

The Company has adopted three scenarios for the sensitivity analysis, one probable and two that may show the sundry effects in the fair value of the Company's financial instruments. The probable scenario was set according to the futures market curves of sugar and the US dollar as of December 31 and March 31, 2017, which determines the balance of fair value of derivatives on the dates. Possible and remote scenarios were set considering impacts of 25% and 50% on sugar and US dollar price curves, which were considered as a basis for the probable scenario.

Sensitivity table

i) Sensitivity on change in fair value of financial instruments

		Impacts on income (*)				
		December 31, 2017				
	Risk factor	Probable scenario	Remote scenario + (25%)	Balance of fair value	Remote scenario + (50%)	Balance of the fair value
Price risk						
Commodities derivatives						
Futures and options contracts						
Purchase and sale commitments	Sugar price increase	44,688	(175,718)	(131,030)	(351,436)	(306,748)
Purchase and sale commitments	Ethanol price increase	7,537	(51,578)	(44,041)	(103,156)	(95,619)
		52,225	(227,296)	(175,071)	(454,592)	(402,367)
Foreign exchange rate risk						
Foreign exchange rate derivative						
Futures contracts:						
Purchase and sale commitments	Increase in foreign exchange rate R$/US$	(208)	17,571	17,363	35,142	34,934
Forward contracts:						
Purchase and sale commitments	Increase in foreign exchange rate R$/US$	(27,468)	(666,604)	(694,072)	(1,333,208)	(1,360,676)
Foreign exchange swaps:						
Purchase and sale commitments	Increase in foreign exchange rate R$/US$	111,094	282,893	393,987	565,786	676,880
		83,418	(366,140)	(282,722)	(732,280)	(648,862)
Interest rate risk						
Swap, Term and Futures contracts	Increase in interest rate	68,099	(4,020)	64,079	(8,040)	60,059
		68,099	(4,020)	64,079	(8,040)	60,059
Total		203,742	(597,456)	(393,714)	(1,194,912)	(991,170)

(*) Result projected to occur within 12 months from December 31, 2017.

ii) Net foreign exchange exposure

The probable scenario considers the position as of December 31, 2017. The effects of the possible and remote scenarios that would be recognized in the consolidated statement of income as revenue or expenses on exchange-rate change are as follows:

		Effect of foreign in exchange rate			
		Scenarios			
Net foreign exchange exposure December 31, 2017		**+25%**	**+50%**	**-25%**	**-50%**
Cash and cash equivalents (Note 3)	412,455	103,114	206,228	(103,114)	(206,228)
Restricted cash (Note 4)	59,475	14,869	29,738	(14,869)	(29,738)
Accounts receivable - Abroad (Note 5)	153,196	38,299	76,598	(38,299)	(76,598)
Related party transactions (note 9)	2,333,116	583,279	1,166,558	(583,279)	(1,166,558)
Suppliers (note 13)	(171,161)	(42,790)	(85,581)	42,790	85,581
Loans and financing (Note 14)	(4,038,677)	(1,009,669)	(2,019,339)	1,009,669	2,019,339
Impact on income (loss) in the period		(312,898)	(625,798)	312,898	625,798

iii) Interest rate sensibility

As of December 31, 2017, the probable scenario considers the annual weighted average rate (6.92%) of floating interests of loans and financing, and for financial investments and restricted cash, the CDI (9.93%) accumulated in the last 12 months. In both cases, simulations were run considering the increase and reduction by 25% and 50%. The consolidated results of this sensitivity are as follows:

		December 31, 2017			
		Interest rate sensibility			
	Probable scenario	25%	50%	-25%	-50%
Financial investments	158,483	39,621	79,242	(39,621)	(79,242)
Restricted cash	7,538	1,885	3,769	(1,885)	(3,769)
Loans and financing	(551,858)	(137,965)	(275,929)	137,965	275,929
Additional impact on (loss) income for the period	(385,837)	(96,459)	(192,918)	96,459	192,918

Sensitivity tables of interest rates are not managed at the level of the Parent Company, only at the consolidated level.

k) Capital management

The Company's goal, when managing its capital structure, is to ensure that it will continue as a going concern and be able to finance investment opportunities, by keeping a healthy credit profile and offering an appropriate return to its shareholders.

The Company has relationships with large local and international banks and financial institutions as show below:

Branch	Scale	Rating	Outlook	Date
Fitch	National	AAA (bra)	Stable	06/16/2017
	Global	BBB	Stable	06/16/2017
Moody's	National	Aaa.Br	Negative	05/31/2017
	Global	Ba1	Negative	05/31/2017
Standard & Poor's	National	brAAA	Stable	01/12/2018
	Global	BBB-	Stable	01/12/2018

The financial leverage ratios on December 31 and March 31, 2017 were calculated as follows:

	Consolidated	
	12/31/2017	**03/31/2017**
Third party capital		
Loans and financing (Note 14)	10,813,944	10,318,691
(-) Cash and cash equivalents (Note 3)	(2,069,357)	(3,437,612)
(-) Financial investments linked to financing (note 4)	(49,992)	(47,206)
(-) National Treasury Certificates - CTN (Note 8)	(792,488)	(737,088)
(-) Foreign exchange and interest rate derivatives (Note 24.b)	(151,517)	(129,693)
	7,750,590	5,967,092
Own capital		
Equity		
Attributable to the parent company's shareholders	8,794,158	9,385,155
Non-controlling shareholders	(963)	(963)
	8,793,195	9,384,192
Total capital	16,543,785	15,351,284
Leverage ratio	47%	39%

25. Retirement supplementation plan and other benefits employee

(a) Pension fund

Defined contribution

During the nine-month period ended December 31, 2017, the contribution recognized as expenses amounted to R$ 9,432 (R$ 9,515 in the nine-month period ended December 31, 2016).

(b) Income sharing

The Company recognizes a liability and a profit sharing expense based on a methodology that considers pre-defined targets to employees. The Company recognizes a provision when it is contractually compelled or when there is a past practice that created non-formalized obligation.

26. Insurance

As mentioned in Note 26 of annual financial statements as of March 31, 2017, the Company and its subsidiaries have an insurance program and risk management that provides consistent coverage and protection for corporate assets and operations. During the nine-month period ended December 31, 2017 no significant changes in this insurance coverage.

27. Corporate restructurings

Transactions occurred during the nine-month periods ended December 31, 2017

i) Acquisition of Santa Cândida and Paraíso mills - sugar and ethanol producing units of Tonon Group

On June 13, 2017, RESA submitted a binding proposal in the total amount of R$ 823,000 for the acquisition of the Santa Cândida and Paraíso mills, within the scope of the Court-Ordered Reorganization of Tonon Bioenergia S.A., Tonon Holding S.A. and Tonon Luxembourg S.A. all under Court-Ordered Reorganization.

On June 16, 2017, the proposal presented by RESA for the acquisition of aforementioned mills, in the form of an Isolated Productive Unit - UPI ("UPI"), was considered the winner by the creditors of the recovered companies in a meeting of creditors held on that date.

On September 7, 2017, RESA, in the capacity of buyer, and Tonon Bioenergia S.A., in the capacity of seller, entered into a contract for the purchase and sale of total shares of NK 006 Empreendimentos e Participações S.A. ("NK 006"), entity established for the specific purpose of receiving net assets linked to Santa Cândida and Paraíso mills, in the form of UPI ("UPI Tonon").

On August 7, 2017, the transaction was approved by Administrative Council for Economic Defense (CADE) and the term has elapsed to the appeal or call-back as of October 24, 2017.

On September 8, 2017, RESA subscribed capital increase of UPI Tonon with cash payment, and became the single shareholder of NK 006 and consolidated acquired net assets in the ambit of the business combination.

The two mills included in to UPI Tonon are located in São Paulo State in the municipalities of Bocaina and Brotas, region where Raízen already operates and, together, they have annual crushing capacity of approximately 5.5 million tons of sugarcane.

Pursuant to IFRS 3 (CPC 15 - Business combinations), the preliminary fair value of acquired assets and assumed liabilities at the date of acquisition of UPI Tonon, is as follows:

Captions	Total
Biological assets (Note 7)	12,736
Other receivables	1
Property, plant and equipment (Note 11)	380,194
Salaries and wages payable	(10,382)
Deferred Income Tax and Social Contribution on acquired net assets' goodwill or negative goodwill (note 15.c)	(3,532)
Fair value of net assets	379,017
(-) Proposal accepted in the scope of court-ordered reorganization	823,000
(-) Additional acquisition costs	32,945
(-) Total cost of acquisition (1)	855,945
Preliminary goodwill (Note 12)	476,928

(1) Of this amount, R$784,199 was settled up to December 31, 2017 and R$73,224 are outstanding in "Other obligations" (current and non-current) caption, R$ 71,746 - principal and R$ 1,478 of interest for the operation. These balances should be settled by 2020.

As disclosed in the quarter ended September 30th, 2017, RESA allocated the added value of the Biological Assets according to the valuation model adopted by Raizen. Currently, along with the allocation of the price paid, RESA is performing inventory of 100% of the fixed assets and the evaluation of the remaining possible assets and liabilities, with a foreseen conclusion by March 2018.

ii) Merger of UPI Tonon

At the Special Shareholders' Meeting of September 22, 2017, the merger of UPI Tonon by RESA was resolved and approved by means of appraisal report issued by an independent expert. Thus, the investment by RESA in this company was replaced by shareholders' equity in the amount of R$ 372,161, leaving the capital unchanged, with the consequent extinction of UPI Tonon.

28. Supplementary information to the cash flow

Investment and financing transactions that do not involve cash are as follows:

	Parent company		Consolidated	
	Apr-Dec/2017	Apr-Dec/2016	Apr-Dec/2017	Apr-Dec/2016
Investment transactions not involving cash				
Depreciation of agricultural assets capitalized as biological assets (note 7)	(13,666)	(9,336)	(15,912)	(11,080)
Depreciation of agricultural assets capitalized as property, plant and equipment (Note 11)	(42,346)	(25,623)	(48,460)	(29,085)
Tax credits on property, plant and equipment, including adjustment to present value of property, plant and equipment.	(1,004)	(592)	(2,631)	(2,285)
Interest capitalized in property, plant and equipment (Notes 11 and 23)	(13,726)	(7,203)	(25,078)	(16,192)
Other liabilities (Note 27) (1)	(73,224)	-	(73,224)	-
Paid-in capital (Note 10.d i)	(465)	(81,331)	(465)	(81,390)
AFAC (Note 10.d i)	(1,711)	-	(1,711)	-
	(146,142)	(124,085)	(167,481)	(140,032)
Financing transactions not involving cash				
Interest on own capital payable	-	(170,000)	-	(170,000)
	-	(170,000)	-	(170,000)

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