Raízen Energia S.A.

Independent auditors' report on review of consolidated and condensed interim financial information as at June 30, 2016

KPDS 158481

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Independent auditors` report on review of consolidated and condensed interim financial information

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

Introduction

We have reviewed the accompanying consolidated and condensed interim financial information of Raízen Energia S.A. ("the Company"), which comprises the consolidated balance sheet as at June 30, 2016, and the related consolidated statements of profit or loss, comprehensive income (loss), changes in equity and cash flow for the three-month period then ended, including the explanatory notes.

Management is responsible for the preparation and fair presentation of these consolidated and condensed interim financial information in accordance with CPC 21(R1) - Interim Financial Reporting. Our responsibility is to express a conclusion on these consolidated and condensed 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 (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 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 auditing 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.

Basis for qualified conclusion

Omission of disclosures

As stated in explanatory notes 2.1 to the consolidated and condensed interim final information, the Company does not present certain explanatory notes required by CPC 21(R1).

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.

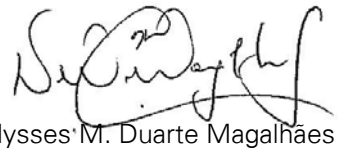
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Qualified conclusion
Based on our review, except for the matter described in the Basis for qualified conclusion paragraph, nothing has come to our attention that causes us to believe that the aforementioned accompanying consolidated and condensed interim financial information has not been prepared, in all material respects, in accordance with CPC 21(R1).

Restriction on use
Our report is intend only for the use and information of the Company and the financial institutions specified in contract for the covenants compliance analysis and should not be used by other parties.

São Paulo, August 10, 2016

KPMG Auditores Independentes
CRC 2SP014428/O-6



Ulysses M. Duarte Magalhães
Accountant CRC RJ-092095/O-8

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.

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Consolidated balance sheet at June 30 and March 31, 2016

All amounts in thousands of Brazilian Reais

Assets	June 30, 2016	March 31, 2016 (Restated)
Current assets		
Cash and cash equivalents	3,170,659	2,987,675
Restricted cash	1,084,880	811,487
Derivatives financial instruments	718,408	566,477
Trade accounts receivable	626,584	457,795
Inventories	1,184,698	505,420
Biological assets	809,841	973,373
Recoverable income tax and social contributions	134,951	111,367
Taxes and contributions recoverable	197,207	195,924
Other financial assets	10,320	10,028
Related parties	308,322	244,095
Other receivables	327,550	311,008
	8,573,420	7,174,649
Non-current assets		
Derivatives financial instruments	581,911	674,660
Other financial assets	1,491,442	1,445,442
Recoverable income tax and social contributions	549,694	560,920
Taxes and contributions recoverable	25,286	23,854
Related parties	1,575,817	1,662,646
Deferred income and social contributions tax	354,965	275,688
Judicial deposits	241,138	231,652
Other receivables	132,625	112,992
Investments	218,508	210,425
Property, plant and equipment	8,508,311	8,766,215
Intangibles assets	1,454,357	1,471,421
	15,134,054	15,435,915
Total assets	23,707,474	22,610,564

Liabilities and equity	June 30,2016	March 31, 2016 (Restated)
Current liabilities		
Loans and financing	1,399,896	1,619,259
Derivatives financial instruments	855,468	490,650
Suppliers	977,463	891,846
Salaries and wages payable	434,535	382,263
Income tax and social contributions payable	10,761	41,426
Taxes payable	118,918	160,366
Dividends payable	9,865	134,865
Related parties	324,408	256,300
Advance from customers	517,533	105,912
Other liabilities	73,253	90,794
	4,722,100	4,173,681
Non-current liabilities		
Loans and financing	8,590,762	8,257,189
Derivatives financial instruments	381,600	193,667
Taxes payable	3,888	4,445
Related parties	1,126,800	1,113,079
Provision for lawsuits	277,780	265,150
Deferred income and social contribution tax	91,190	89,066
Other liabilities	123,288	131,863
	10,595,308	10,054,459
Total liabilities	15,317,408	14,228,140
Equity		
Share capital	6,423,054	6,423,054
Capital reserves	1,092,690	1,092,690
Equity valuation adjustment	(737,930)	(493,996)
Profit reserves	1,534,448	1,534,448
Retained earnings (loss)	78,767	(172,809)
	8,391,029	8,383,387
Equity attributable to non-controlling shareholders	(963)	(963)
Total equity	8,390,066	8,382,424
Total liabilities and equity	23,707,474	22,610,564

The accompanying notes are an integral part of the consolidated and condensed financial information.

Raízen Energia S.A.

Consolidated statements of profit or loss
Three-months periods ended in June 30
(All amounts in thousands of Brazilian Reais, except for earnings (loss) per share)

	Apr - Jun, 2016	Apr-Jun,2015 (Restated)
Net operating revenue	2,642,898	1,646,883
Cost of products sold and services provided	(2,170,689)	(1,546,425)
Gross profit	472,209	100,458
Operating income (expenses)		
Selling expenses	(180,311)	(88,087)
General and administrative expenses	(111,438)	(118,345)
Other operating expenses, net	(26,356)	(6,617)
Equity accounting result	(12,492)	(11.422)
	(330,597)	(224,471)
Profit (loss) before financial results, income tax and social contribution	141,612	(124,013)
Financial Results		
Finance expenses	(209,235)	(192,973)
Finance income	165,611	152,262
Net exchange variation	(45,045)	145,247
Net effect of derivatives	297,342	(91,562)
	208,673	12,974
Income (loss) before income tax and social contribution	350,285	(111,039)
Income tax and social contribution		
Current	(48,850)	(19,080)
Deferred	(49,859)	73,460
	(98,709)	54,380
Net income (loss) for the period	251,576	(56,659)
Net income (loss) per common share:		
Basic and diluted	0.032	(0.010)

The accompanying notes are an integral part of the consolidated and condensed financial information.

Consolidated statements of comprehensive income (loss)
Three-months periods ended June 30
(All amounts in thousands of Brazilian Reais)

	Apr - Jun 2016	Apr-Jun,2015 (Restated)
Net income (loss) for the period	251,576	(56,659)
Items that are or may be reclassified subsequently to statements of profit or loss:		
Net loss (gain) on financial instruments designated as hedge accounting	(373,563)	100,847
Effect of foreign currency translations - CTA	2,617	(195)
Deferred taxes on adjustments	127,012	(34,275)
	(243,934)	66,377
Other components of comprehensive loss for the period	(243,934)	66,377
Total comprehensive income for the period	7,642	9,718

The accompanying notes are an integral part of the consolidated and condensed financial information.

Raízen Energia S.A.

Consolidated statements of changes in equity
Three-months periods ended June 30
(All amounts in thousands of Brazilian Reais)

	Attributable to controlling shareholders										
	Capital reserves				Profit reserves						
	Share capital	Capital reserve	Goodwill special reserve	Equity valuation adjustment	Tax incentive reserve	Legal reserve	Profit retention	Retained earnings (loss)	Total	Interest of non-controlling shareholders	Total equity
Balances as at April 1, 2015, according previously disclosed	4,923,054	849,427	243,111	15,248	30,256	50,111	664,002	-	6,775,209	-	6,775,209
Impact of new accounting standard of biological assets	-	-	-	-	-	-	-	345	345	-	345
At April 1, 2015 (Restated)	4,923,054	849,427	243,111	15,248	30,256	50,111	664,002	345	6,775,554	-	6,775,554
Comprehensive income for the period:											
Loss for the period	-	-	-	-	-	-	-	(56,659)	(56,659)	-	(56,659)
Equity valuation adjustment instruments - Hedge accounting	-	-	-	66,572	-	-	-	-	66,572	-	66,572
Effect of currency translation adjustment - CTA	-	-	-	(195)	-	-	-	-	(195)	-	(195)
	-	-	-	66,377	-	-	-	(56,659)	9,718	-	9,718
Contributions made by (distributions to) Company shareholders											
Non-Controlling shareholders	-	-	-	-	-	-	-	-	-	(963)	(963)
At June 30, 2015 (Restated)	4,923,054	849,427	243,111	81,625	30,256	50,111	664,002	(56,314)	6,785,272	(963)	6,784,309

The accompanying notes are an integral part of the consolidated and condensed financial information.

Raízen Energia S.A.

Consolidated statements of changes in equity
Three-months periods ended June 30
(All amounts in thousands of Brazilian Reais)

	Attributable to controlling shareholders										
	Capital reserves				Profit reserves						
	Share capital	Capital reserve	Goodwill special reserve	Equity valuation adjustment	Tax incentive reserve	Legal reserve	Profit retention	Retained earnings (loss)	Total	Interest of non-controlling shareholders	Total equity
Balances as at April 1, 2016, according previously disclosed	6,423,054	849,579	243,111	(493,996)	170,141	109,394	1,254,913	-	8,556,196	(963)	8,555,233
Impact of new accounting standard of biological assets	-	-	-	-	-	-	-	(172,809)	(172,809)	-	(172,809)
At April 1, 2016 (Restated)	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 for the period:											
Net income for the period	-	-	-	-	-	-	-	251,576	251,576	-	251,576
Equity valuation adjustment instruments - Hedge accounting	-	-	-	(246,551)	-	-	-	-	(246,551)	-	(246,551)
Effect of currency translation adjustment - CTA	-	-	-	2,617	-	-	-	-	2,617	-	2,617
	-	-	-	(243,934)	-	-	-	251,576	7,642	-	7,642
At June 30, 2016	6,423,054	849,579	243,111	(737,930)	170,141	109,394	1,254,913	78,767	8,391,029	(963)	8,390,066

The accompanying notes are an integral part of the consolidated and condensed financial information.

Consolidated statements of cash flows
Three-months periods ended in June 30
(All amounts in thousands of Brazilian Reais)

	Apr - June 30,2016	Apr - June 30,2015 (Restated)
Cash flows from operating activities		
Income (loss) before income and social contribution taxes	350,285	(111,039)
Adjustments:		
Depreciation and amortization	491,100	302,098
Gain (loss) arising from change in fair value and amortization of the capital gain or loss of biological assets	110,306	(38,807)
Equity accounting result	12,492	11,422
Interest, monetary and exchange variation, net	7,273	58,039
Result from disposal of property, plant and equipment	(572)	2,418
Result on commercial operations	27,189	(6,857)
Provision for doubtful accounts, net	139	752
Provision for lawsuits, net	7,921	3,761
Unrealized losses (gain) on derivatives transactions	(170,485)	55,637
Provision for net realizable value and inventory obsolescence	2,858	1,073
Provision on property, plant, equipment and intangible assets	-	10,342
Income from investments grants - ICMS	(2,454)	(1,837)
Others	(8,212)	9,871
Changes in assets and liabilities:		
Trade accounts receivable and advances from customers	235,887	372,706
Inventories	(502,077)	(625,436)
Restricted cash	(274,854)	31,753
Derivatives financial instruments	175,619	106,973
Judicial deposits	(14,651)	(9,304)
Suppliers and advances to suppliers	5,244	70,502
Recoverable and payable taxes	(76,571)	(41,775)
Related parties	(14,346)	54,049
Salaries and wage payable	52,271	76,902
Others assets and liabilities, net	(4,639)	(25,153)
Income tax and social contribution paid	(31,188)	(2,853)
Net cash from operating activities	378,535	305,237
Cash flows from investing activities		
Additions to investments	(20,571)	(23,415)
Additions to property, plant and equipment, and other intangible assets	(184,766)	(228,963)
Cash received upon disposal of fixed assests	4,095	331
Additions to biological assets	(142,819)	(122,561)
Amortization of interests of PPEs - intragroup	6,260	4,387
Net cash used in investing activities	(337,801)	(370,221)
Cash flow from financing activities		
Loans and financing - third parties	816,173	840,212
Amortization of loans and financing - third parties	(330,044)	(331,590)
Payment of interests of loans and financing - third parties	(184,561)	(133,977)
Financial investments linked to financing (Restricted cash)	6,787	(745)
Dividends paid	(125,000)	-
Amortization of interests of PPE's - intragroup	-	(5,604)
Resource management, net - intragroup	9,080	(338,074)
Net cash from financing activities	192,435	30,222
Increase(decrease) in cash and cash equivalents, net	233,169	(34,762)
Cash and cash equivalents at the beginning of period	2,987,675	3,795,287
Effect of exchange variation on cash and cash equivalents	(50,185)	(9,068)
Cash and cash equivalents at the end of period	3,170,659	3,751,457

The accompanying notes are an integral part of the consolidated and condensed financial information.

1 Operations

1.1 General Information

Raízen Energia S.A ("Company", "Group", "Raízen Energia" or "RESA") is a Public Corporation with its headquarters in the city of São Paulo, Brazil. The Company was formed on June 1, 2011 as a joint venture controlled indirectly by Royal Dutch Shell ("Shell") and Cosan Limited ("Cosan"). The Company was a direct subsidiary of Raízen Energia Participações S.A. ("REPSA") until November 30, 2012, at which time REPSA was merged into the Company.

The name Raízen, when mentioned, it is about the joint venture between Shell and Cosan, ethanol, sugar and energy segment.

The main business activities of the Company are the production and trading of sugar and ethanol in Brazil and overseas (where it operates through Raízen Trading LLP and Raízen International Universal Corporation), and the cogeneration of energy produced from sugarcane bagasse on its 24 plants, which are located in the central southern region of Brazil.

The planting of sugarcane requires a period of from 12 to 18 months for the crop to develop. The harvest starts in the months of April or May each year and ends in November or December, at which time sugar and ethanol is produced. The production is sold throughout the year with no seasonal variations, subject to normal market variations in supply and demand. Due to its production cycle, the Company's fiscal year begins on April 1 and ends on March 31 of each year.

On the quarterly ended June 30, 2016, the Company and its subsidiaries performed a corporate restructure referring to reversal incorporation of "Raízen Tarumã Ltda. ("Tarumã") by "Raízen Paraguaçú Ltda. ("Paraguaçú"). The detail of this operation is described in Note 4.

2 Significant accounting policies

2.1 Presentation of the consolidated and condensed interim financial

The consolidated and condensed interim financial information have been prepared in accordance with the accounting pronouncement CPC 21(R1) - Interim Financial Reporting.

The consolidated and condensed interim financial information has been prepared solely for the use of the Management of Raízen Energia and Financial Institutions in its covenant compliance analysis. This financial information does not include all the information required to be disclosed by CPC 21(R1).

2.2 Basis of preparation and accounting policies

The consolidated and condensed interim financial information has been prepared accordingly to the basis of preparation and accounting policies adopted in the statutory financial statements as of and for March 31, 2016, prepared in accordance with the accounting practices adopted in Brazil and the International Financial Reporting Standards, as issued by the International Accounting Standards Board (IASB), authorized and issued by the Board on May 27,2016 and should be read together with those information.

In the preparation of the consolidated and condensed interim financial information, Management has made judgments, estimates and assumptions that affect the application of the

Company's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and assumptions are reviewed constantly and remain unchanged in the preparation of this financial information regarding the statutory financial statements as of and for March 31, 2016.

The complete explanatory notes, in Portuguese, necessary for the understanding of these consolidated and condensed interim financial information can be verified in the Company's individual and consolidated interim financial information as of March 31, 2016 and for the three-months period then ended, available on the following website: **http://ri.raizen.com.br**.

The consolidated and condensed interim financial information was approved by the Company's Management on August 10, 2016.

2.3 Consolidation basis

The consolidated financial information includes Raízen Energia and its subsidiaries, where Raízen Energia has direct or indirect control. The subsidiaries are listed below:

	30.06.2016		31.03.2016	
	Direct	**Indirect**	**Direct**	**Indirect**
Agrícola Ponte Alta Ltda.	99,99%	0,01%	99,99%	0,01%
Agropecuária Santa Hermínia Ltda.	-	100,00%	-	100,00%
América Trading Investments	-	100,00%	-	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 Luxembourg S.A.	100,00%	-	100,00%	-
Raízen Energy Finance Ltd.	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 Tarumã Ltda. (i)	-	-	99,99%	0,01%
Raízen Trading LLP	-	100,00%	-	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 Açúcar Ltda.	99,00%	1,00%	99,00%	100,00%
Raízen Biogás Ltda. (ii)	99,90%	0,10%	-	-

(i) The Company was incorporated in June 1, 2016 by Raízen Paraguaçú Ltda.
(ii) The entity was founded in May 24, 2016 with the main goal of production and commercialization of industrial biogas, fertilizer organ mineral and electricity from the sugarcane residue.

2.4 Restatement of corresponding figures

2.4.1 Changes in accounting policies due to the adoption of modifications in the accounting standards

The Company adopted from April 1, 2016 to the changes to IAS 16 - Property and equipment (CPC 27) and IAS 41 - Agriculture (CPC 29). With the changes, biological assets for production (bearer biological assets), in the case of the Company, ratoon cane sugar, no longer are part of the scope of IAS 41 (CPC 27) and must be accounted for in accordance with IAS 16 (CPC 29), ie, cost less accumulated depletion and possible impairment. The biological assets consumable, in the case of the Company, standing cane, until they are harvested, they must be measured at fair value and remain within the scope of IAS 41 (CPC 27).

The transition date of those standards was 1 April 2014, beginning of the earliest comparative period of the financial statements, since the Company has three years of results in its annual financial statements. The Company decided to adopt the cost attributed to property, plant and equipment at the transition date.

The impact on the Company's balance sheet as of April 1, 2016, as well as in the profit or loss statement for the quarter ended June 30, 2015, are as follows:

			April 1, 2016
	According previously disclosed	**Adoption of application IAS 41 (CPC 29) and IAS 16 (CPC 27**	**Restated**
Assets			
Biological assets	-	973,373	973,373
Others	6,201,276	-	6,201,276
Current Assets	6,201,276	973,373	7,174,649
Deferred income tax and social contribution	186,665	89,023	275,688
Investiments	210,425	-	210,425
Biological assets	2,463,489	(2,463,489)	-
Property, plant and equipment	7,537,931	1,228,284	8,766,215
Others	6,183,587	-	6,183,587
Non-current assets	16,582,097	(1,146,182)	15,435,915
Total assets	22,783,373	(172,809)	22,610,564
Liabilities			
Total liabilities	14,228,140	-	14,228,140
Equity			
Profit retantion	1,534,448		1,361,639
Retained losses	-	(172,809)	(172,809)
Others	7,020,785	-	7,020,785
Total equity	8,555,233	(172,809)	8,382,424
Total liabilities and equity	22,783,373	(172,809)	22,610,564

	From April 1 to June 30,2015		
	According previously disclosed	Adoption of application IAS 41 (CPC 29) and IAS 16 (CPC 27)	Restated
Net operating revenue	1,646,883	-	1,646,883
Cost of products sold and services provided	(1,446,278)	(100,147)	(1,546,425)
Gross profit (loss)	200,605	(100,147)	100,458
Operating expenses	(224,471)	-	(224,471)
Financial Results	12,974	-	12,974
Loss before income tax and social contribution	(10,892)	(100,147)	(111,039)
Net income and social contribution	20,330	34,050	54,380
Net profit (loss) for the period	9,438	(66,097)	(56,659)

The impact on the statement of comprehensive income (loss) is limited to the net effect of net profit (loss) for the period shown above. The impact on the statement of cash flow are restricted to reclassification between captions within operating activities, without, however, affect the subtotals of operating, investing and financing activities.

2.4.2. Restatement of the statement of cash flows

The amounts corresponding to the statement of consolidated cash flows for the quarter ended June 30, 2015, originally presented in the financial statements of that period are being restated for the reclassification of the balance of cash outflows from financing activities in the amount of R$ 222,491 for investing activities. This amount is related to prepayment export contracts ("PEPs") between related parties, which was being presented as a financing cash flow, whether in the company which granted either in the company that received the funds. Additionally, there was the opening values in financing activities related to issuance, amortization and payment of interest on PEPs contracts between related parties.

Such operations are now presented in the statement of investment cash flows when granted (cash outflow) and financing cash flows when received (inflow of funds).

2.5 New IFRS and IFRIC Interpretations (Committee for financial reporting interpretations of IASB) applicable to interim financial statements

The following new standards and interpretations to existing standards were issued by the IASB but are not yet effective for the year 2016. Early adoption of standards, although encouraged by IASB, is not permitted in Brazil by the Brazilian Accounting Pronouncements Committee (CPC).

IFRS 9 - Financial Instruments. Addresses the classification, measurement and recognition of financial assets and liabilities. The full version of IFRS 9 was issued in July 2014, effective as of January 1, 2018. Management is assessing the full impact of its adoption.

IFRS 15 - Revenue from Contracts with Customers. This new standard provides the principles that an entity apply to determine the measurement of revenue and when it is recognized. The standard comes into force on 1 January 2018 and replaces IAS 11 - Construction contracts and

IAS 18 - Revenue and related interpretations. Management is assessing the full impact of its adoption.

IFRS 16 - Leases. IFRS 16 requires an entity to recognize all leases in which the Group is lessee should be recognized in the balance sheet. The new standard is effective from or after January 1, 2019 and replaces IAS 17 - Leases. Management is assessing the full impact of its adoption.

There are no other IFRS or IFRIC interpretations, in addition to the aforementioned, have not yet entered into force and are expected to have a significant impact on the Company.

The Accounting Pronouncements Committee has not yet issued accounting pronouncement or changes in existing pronouncements corresponding to all new IFRS.

3 Internal reorganization and business

On June 1, 2016, was approved a Tarumã reversal incorporation by Paraguaçú. Due to this incorporation and considering that Tarumã is owner of 99,9999% of the Paragaçú's shared capital, a capital increase was registered on this entity, through the issuance of 247,433,845 new quotas, in the amount of R$ 247,434, already deducted the following amounts: (a) R$ 301,729 related to the Tarumã`s investment in Paraguaçu; and (b) R$ 43,049 corresponding the effect of tax incentive recognized on the subsidiary Raízen Caarapó Açúcar e Álcool Ltda. Therefore, the quotes on the Paraguaçu`s capital are now owned by Raízen Energia jointly with its subsidiary Raízen Araraquara, in the proportion of its respective shares in Paraguaçú's capital.

The net assets's details contributed into Paraguaçú is as follows:

Captions	Total
Cash and equivalents	262,626
Trade accounts receivables	119,741
Inventories	92,569
Advance to suppliers	6,675
Related parties	61,324
Dividends to receivable	5,813
Recoverable income and social contributions tax	12,608
Judicial deposits	100,986
Investments	435,849
Property, plant and equipment	408,964
Intangible	17,707
Other receivables	27,607
Loans and financing	(881,276)
Trade payable	(43,443)
Payroll and related charges	(19,566)
Taxes and contributions payable	(13,590)
Taxes payable	(20,128)
Dividends payable	(1,228)
Related parties	(235,104)
Derivatives financial instruments	(26,445)
Provision for lawsuit	(13,847)
Deferred income tax and social contribution	(3,649)
Tax incentive	(43,049)
Other payable	(3,710)
	247,434

4 Subsequent events

Raízen Fuels Finance S.A ("Raízen Fuels") capital integralization

On July 29, 2016, RESA made a capital increase into Raízen Fuels, a subsidiary of Raízen Combustível S.A., giving 100% of the participation that was owned by Raízen Luxembourg S.A., in the amount of R$ 4,593, referring to US$ 1,113 thousand, assigning the participation of 96.11% in share capital of Raízen Fuels, passing to have control of that entity.

Approval dividends

On July 29, 2016, at the Annual General Meeting ("AGO"), the RESA shareholders deliberated and approved the mandatory minimum ordinary dividends accrued at year ended March 31, 2016, in the amount of R$ 9,864, to be credited individually to shareholders Shell and Cosan the amount of R$ 4,932. At the same AGO approved additional allocations related to preferred dividends, as follows: (i) preferred dividends in the amount of R$ 2,420, to be credited for shareholders Shell and Cosan amounting R$ 1,081 and R$ 1,339, respectively, and, (ii) surplus

income for the year, amounting to R$ 1,114,075, to reserve for tax incentives and profit reserves in the amounts of R$ 139,884 and R$ 974,191, respectively.

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