

*(Convenience Translation into English from the
Original Previously Issued in Portuguese)*

***Cyrela Brazil Realty S.A.
Empreendimentos e Participações***

*Individual and Consolidated Interim Financial
Information for the Six-month Period Ended
June 30, 2016 and Report on Review of Interim
of Financial Information*

Deloitte Touche Tohmatsu Auditores Independentes

MESSAGE FROM MANAGEMENT

We are still facing quite a challenging situation at the close of 1H16, but the first signs of stabilization could be seen. Brazil's economic outlook improved at the beginning of interim president Michel Temer's administration. Long-term interest rates fell while the Ibovespa index increased significantly and the Brazilian real has rose against the U.S. dollar. According to the Brazilian Central Bank's Focus Report, the market expects an inflation rate of 5.20% and a GDP growth rate of 1.10% in 2017.

In the international arena, the main event in 2Q16 was the United Kingdom's decision to leave the European Union, which led to great volatility in global markets. Amid the U.S. presidential election, the Fed decided to maintain interest rates in view of economic uncertainty, thus relieving the pressure on emerging markets' currencies.

In this economic context of the country, Company's operational performance showed some stability in the quarter. Cyrela's net pre-sales remained at the same level when compared to 1Q16.

As scheduled, Cyrela delivered 17 projects in the quarter, totaling a PSV of R\$2.1 billion on the dates of their respective launches. In 1H16, Cyrela delivered 36 projects, with a launch PSV of R\$4.1 billion and 10.2 thousand units. Projects in progress in the North and Northeast Regions already account for less than 15% of the total portfolio.

This operating performance had a direct impact on the Company's revenue and, consequently, net income and return on equity. Fortunately, Cyrela is able to undergo periods of turbulence without having liquidity problems thanks to its conservative management and sound financial health.

We believe interest rates will have to fall before the industry can rebound, and they should start falling as early as this year. In turn, the resulting credit expansion would lead to an increase in sales and a decrease in contract dissolutions.

We thank all our stakeholders, from customers to shareholders, once more for supporting and believing in our efforts to make Cyrela an increasingly solid, profitable and sustainable company.

MAIN INDICATORS

	2Q16	2Q15	2Q16 x 2Q15	1Q16	2Q16 x 1Q16	6M16	6M15	6M16 x 6M15
Launches ⁽¹⁾								
Number of Launches	6	15	-60.0%	6	0.0%	12	24	-50.0%
Launched PSV - R\$ Million (100%)	598	1,066	-43.9%	613	-2.4%	1,211	1,529	-20.8%
Launched PSV - R\$ Million (%CBR)	494	861	-42.7%	410	20.5%	904	1,195	-24.3%
Cyrela's Share	82.6%	80.8%	1.8 p.p.	66.8%	15.7 p.p.	74.6%	78.2%	-3.5 p.p.
PSV Swapped - R\$ Million (100%)	59	36	64.5%	21	183.4%	80	45	76.4%
Average Price per sq. m. (R\$)	6,376	4,847	31.6%	6,744	-5.5%	6,563	4,825	36.0%
Usable Area Launched (sq. m.)	93,804	521,444	-82.0%	90,909	3.2%	184,713	618,151	-70.1%
Units Launched	1,840	4,333	-57.5%	1,530	20.3%	3,370	5,939	-43.3%
Sales ⁽²⁾								
Pre-Sales Contracts - R\$ Million (100%)	558	814	-31.4%	544	2.7%	1,102	1,536	-28.3%
Pre-Sales Contracts - R\$ Million (%CBR)	442	618	-28.5%	415	6.4%	857	1,198	-28.5%
Cyrela's Share	79.1%	75.9%	3.2 p.p.	76.4%	2.7 p.p.	77.7%	78.0%	-0.2 p.p.
Average Price per sq. m. (R\$) (ex-lots)	7,700	6,159	25.0%	6,040	27.5%	6,881	6,213	10.8%
Units Sold	1,503	2,447	-38.6%	1,582	-5.0%	3,085	4,428	-30.3%
Sales from Launches ⁽²⁾								
Pre-Sales Contracts from Launches of the year - R\$ Million (100%)	355	423	-16.0%	236	50.6%	590	568	3.9%
Pre-Sales Contracts from Launches of the year - R\$ Million (%CBR)	252	306	-17.9%	161	56.1%	413	418	-1.3%
Cyrela's Share	70.9%	72.5%	-1.6 p.p.	68.4%	2.5 p.p.	69.9%	73.6%	-3.7 p.p.
Average Price per sq. m. (R\$) (ex-lots)	8,828	6,860	28.7%	6,848	28.9%	7,915	6,426	23.2%
Units Sold	1,066	1,522	-30.0%	781	36.5%	1,847	2,009	-8.1%
Deliveries								
Delivered PSV (100%)	2,132	1,894	12.6%	1,985	7.4%	4,117	4,362	-5.6%
Delivered Units	5,764	5,864	-1.7%	4,433	30.0%	10,197	12,823	-20.5%
Landbank								
PSV with exchange - R\$ Million (100%)	51,836	54,032	-4.1%	53,667	-3.4%	51,836	54,032	-4.1%
PSV without exchange - R\$ Million (100%)	44,015	46,533	-5.4%	47,495	-7.3%	44,015	46,533	-5.4%
Landbank (thd sq. m.)	19,457	21,223	-8.3%	19,301	0.8%	19,457	21,223	-8.3%
% Swap over land value	76.5%	73.8%	2.7 p.p.	77.0%	-0.5 p.p.	76.5%	73.8%	2.7 p.p.
% CBR	86.5%	85.6%	0.9 p.p.	87.0%	-0.5 p.p.	86.5%	85.6%	0.9 p.p.
Financial Indicators								
Net Revenue (R\$ Million)	641	1,138	-43.7%	811	-20.9%	1,452	2,173	-33.2%
Gross Profit (R\$ Million)	254	399	-36.4%	282	-10.0%	536	760	-29.4%
EBITDA (R\$ Million)	63	236	-73.3%	117	-46.0%	180	390	-54.0%
Net Income (R\$ Million)	45	118	-62.1%	61	-27.0%	106	219	-51.5%
Gross Margin	39.6%	35.1%	4.5 p.p.	34.8%	4.7 p.p.	36.9%	35.0%	2.0 p.p.
EBITDA Margin	9.8%	20.8%	-11.0 p.p.	14.4%	-4.6 p.p.	12.4%	18.0%	-5.6 p.p.
Net Margin	7.0%	10.4%	-3.3 p.p.	7.6%	-0.5 p.p.	7.3%	10.1%	-2.8 p.p.
Earnings per Share (R\$) ⁽³⁾	0.12	0.31	-62.1%	0.16	-27.0%	0.28	0.58	-51.5%
Cash Generation / Burn ⁽⁴⁾	(29)	219	n.a.	(13)	118%	(42)	622	-106.7%
Backlog								
	06/30/2016			03/31/2016	Chg.	6/30/2016	6/30/2015	Chg %
Revenues to be Recognized (R\$ Million)	2,697			3,044	-11.4%	2,697	4,129	-34.7%
Gross Profit to be Recognized (R\$ Million)	1,008			1,146	-12.0%	1,008	1,551	-35.0%
Margin to be Recognized	37.4%			37.6%	-0.3 p.p.	37.4%	37.6%	-0.2 p.p.

(1) Including swapped units

(2) Net of cancellations and including swaps

(2') net of cancellations: sales during the quarter of launches in the year

(2'') net of cancellations: sales during the year of launches in the year

(3) Earnings per share are net of Treasury shares.

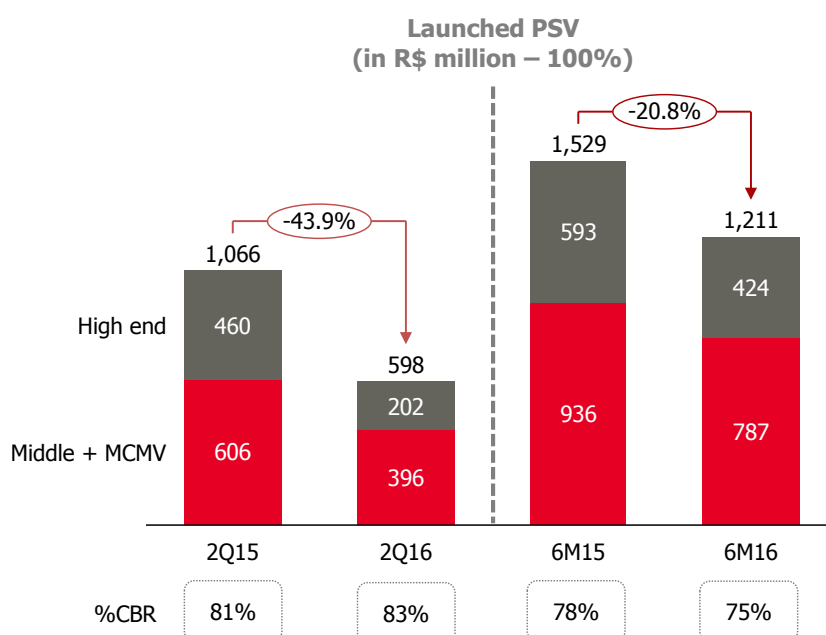
(4) Cash generation does not include dividends, funds allocated to the share buyback program and acquisitions of equity interests.

OPERATING PERFORMANCE

Note: detailed information on launches can be found at the end of this report in the appendix tables.

LAUNCHES

In 2Q16, launches amounted to a total Pre-Sales Value (PSV) of R\$598 million, down 44% year-over-year. In 6M16, they amounted to R\$1,211 million, down 21% from 6M15.



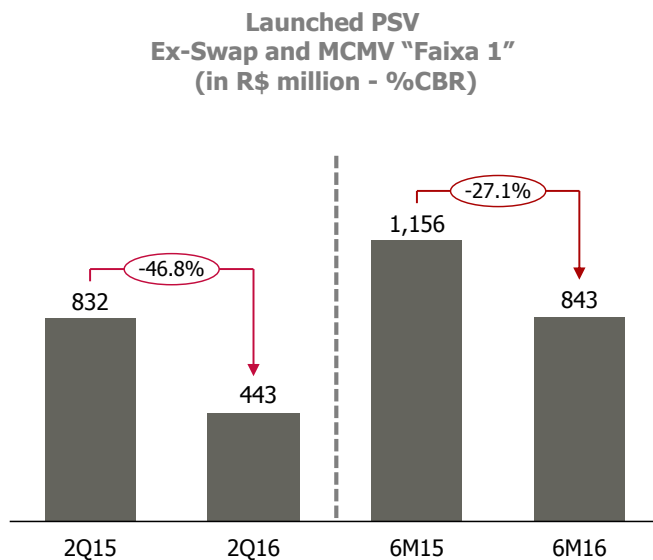
Of the 6 products launched in the quarter, 2 are in São Paulo–Interior, 2 in the South Region, 1 in Rio de Janeiro and 1 in São Paulo.

High-end launches amounted to a PSV of R\$202 million and accounted for 33.8% of the Company's total launches in the quarter.

Cyrela's share (%CBR) in the 2Q16 launches stood at 83%, up from 81% in 2Q15. In 6M16, %CBR stood at 75%, down from 78% in 6M15.

Swaps amounted to R\$59 million of the 2Q16 launches, vs. R\$36 million in 2Q15. Excluding swaps from launches and Faixa 1 MCMV, the volume launched by Cyrela in

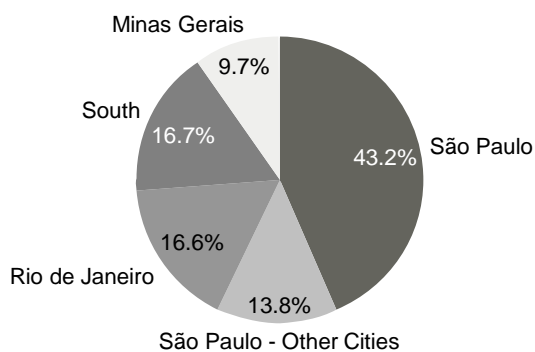
2Q16 fell by 47% year-over-year, from R\$832 million to R\$443 million. In 6M16, launches came to R\$843 million, vs. R\$1,156 million in 6M15.



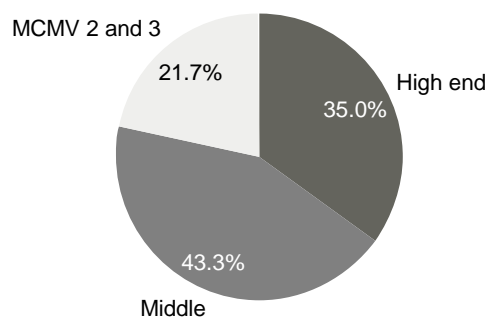
It is worth noting in 2Q16 the launch of the "Castelo do Batel" project, in Curitiba, Paraná State.

The breakdown of launches year-to-date by geographical region and segment can be seen below.

Launches per Region



Launches per Product



Of the PSV launched in the year, 60% is recognized through full consolidation and 40% through the equity method.

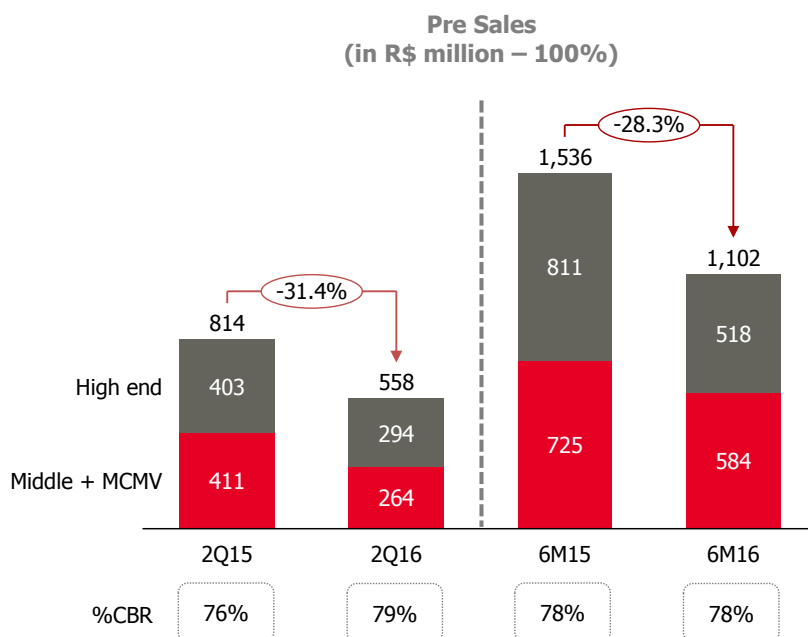
SALES

Note: detailed information on pre-sales can be found at the end of this report in the appendix tables.

Pre-sales totaled R\$558 million in 2Q16, down 31% YoY. In 6M16, pre-sales amounted to R\$1,102 million, down 28% year-over-year. Pre-sales of launches accounted for R\$252 million of the 2Q16 sales (vs. R\$386 million in 2Q15) whereas inventory sales accounted for R\$306 million (vs. R\$427 million in 2Q15), R\$72 million of which of finished units (vs. R\$67 million in 2Q15), of those sales.

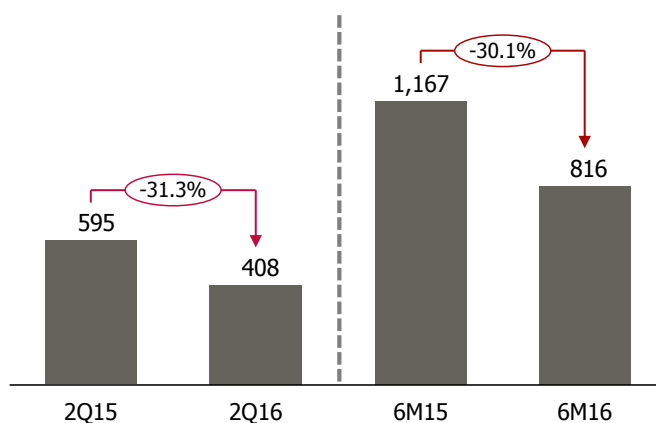
The Company's share came to 79% in 2Q16, versus 76% in 2Q15.

Sales of high-end products amounted to R\$294 million and accounted for 53% of the Company's total sales in 2Q16.



Excluding swaps and Faixa 1 MCMV contracts from the 2Q16 sales, %CBR sales fell from R\$595 million in 2Q15 to R\$408 million in 2Q16, down 31.3% year-over-year. In 6M16, %CBR sales amounted to R\$816 million vs. R\$1,167 million in 6M15.

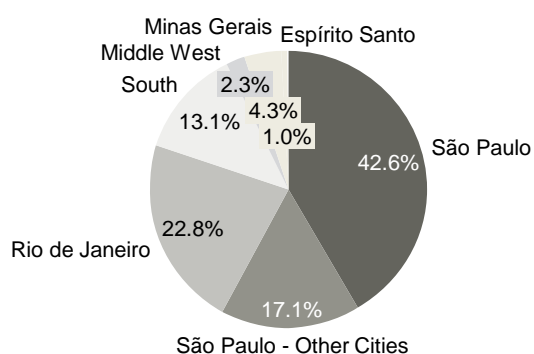
Sales
Ex-Swap and MCMV "Faixa 1"
(in R\$ million – %CBR)



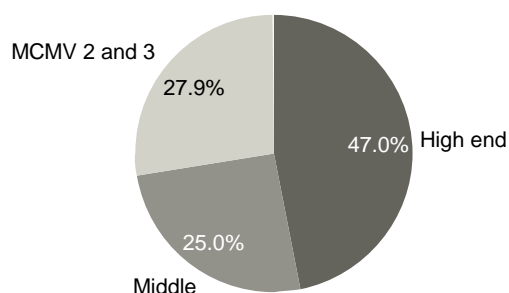
The breakdown of 2Q16 sales by geographical region shows São Paulo accounted for 43.1% of total sales, followed by the South Region at 21% and Rio de Janeiro at 17.6%.

The breakdown of sales by geographical region and segment can be seen below.

Sales per Region



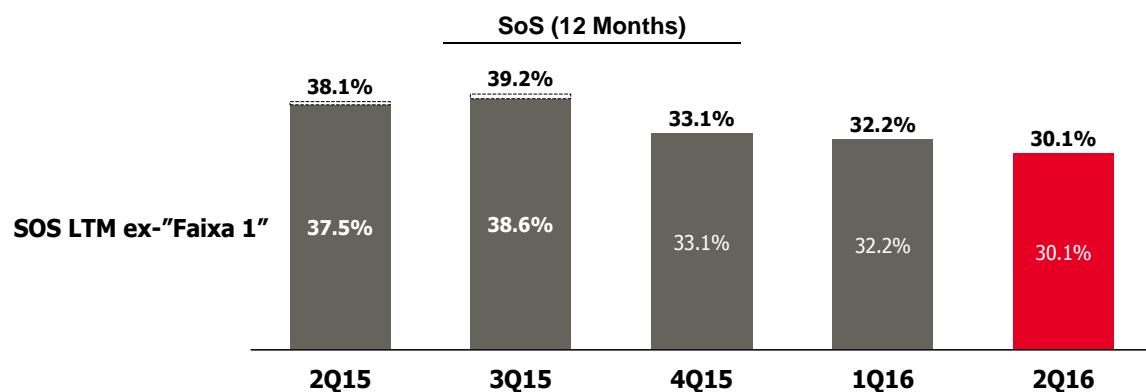
Sales per Product



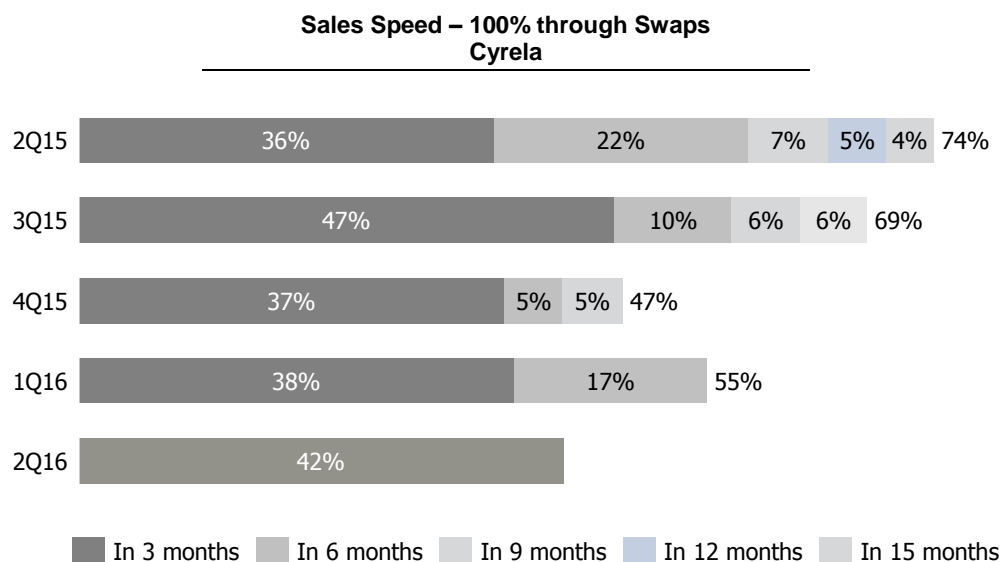
Of the 6M16 sales, 68% are recognized through full consolidation and 32% through the equity method.

SALES SPEED (SOS)

The last 12-month SoS (Sales over Supply) stood at 30.1% (vs. 32.2% in 2Q16 and 38.1% in 2Q15).



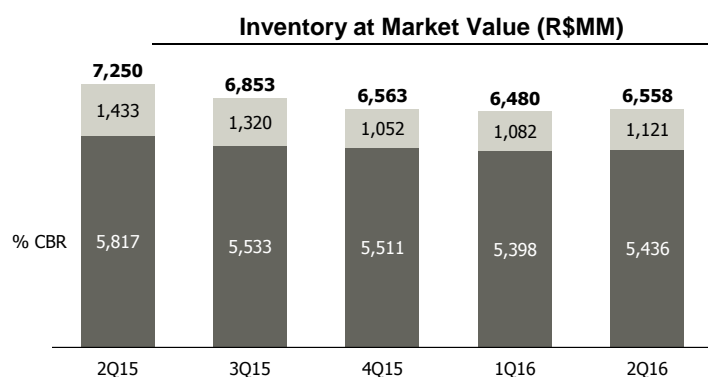
Concerning sales speed by vintage, 42% of the 2Q16 vintage has been sold. Sales of products launched in 2016 are in line with what is expected.



INVENTORIES

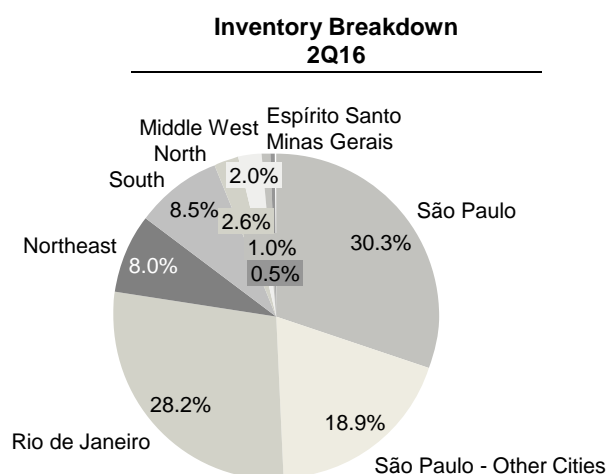
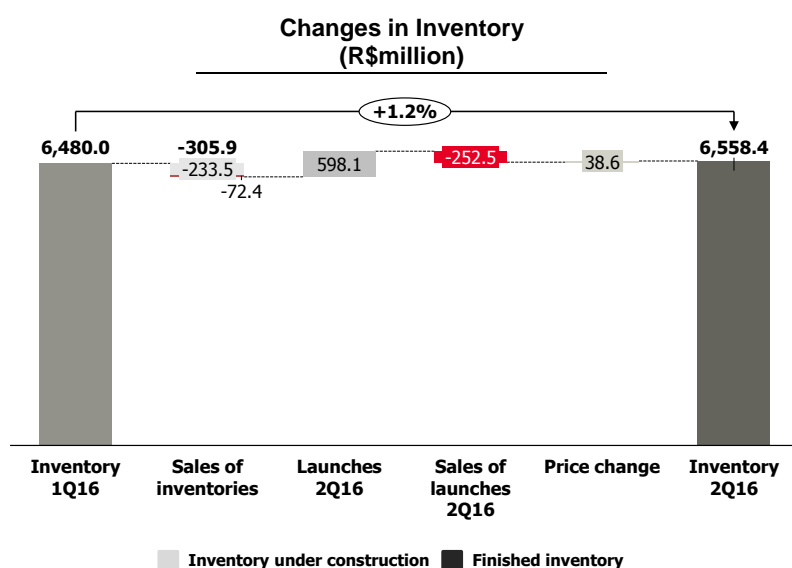
The Company's inventory (all units available for sale, including those launched in the period) at market value amounted to R\$6,558 million (100%) and R\$5,436 million (%CRB) at the close of 2Q16. There was a 1.2% rise in the total inventory at market value quarter-over-quarter in 2Q16.

The share of the total inventory of R\$6,558 million to be consolidated into the Company's revenue is R\$5,656 million (%CBR: R\$4,946 million) whereas R\$902 million (%CBR: R\$490 million) will be accounted for under "Equity Result and Other Appreciations".



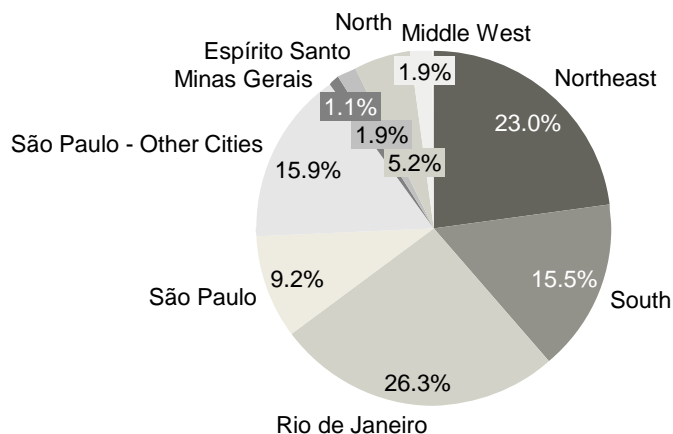
Inventory by Delivery Schedule

Inventory to be delivered	Total	Consolidation	Equity Method
Finished Units	2,108	1,731	377
12 Months	1,638	1,456	182
24 Months	1,822	1,628	194
36 Months	873	842	31
48 Months	117	-	117
Total	6,558	5,656	902

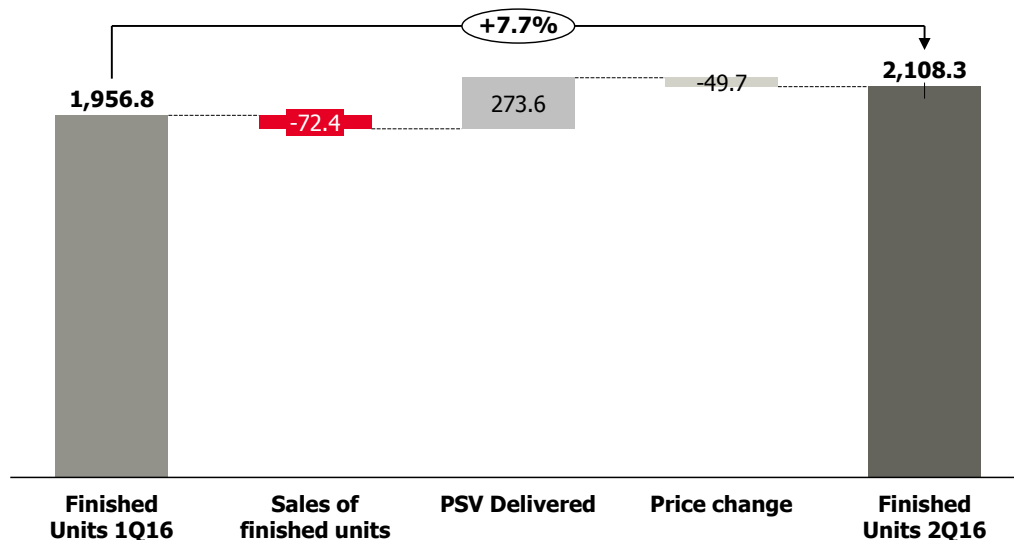


The Company sold 3.7% of its inventory of finished units in 2Q16. However, the Company's inventory of finished units increased from R\$1,957 million in 1Q16 to R\$2,108 million in 2Q16 due to the large number of units delivered. The Northeast Region and Rio de Janeiro State account for 49% of the Company's total inventory of finished units.

**Finished Inventory Breakdown
2Q16**



São Paulo and São Paulo–Interior recorded an increase in their inventories of finished units in 2Q16. As a result, their share in the total inventory rose to 9.2% (vs. 8.4% in 1Q16) and 15.9% (vs. 10.4% in 1Q16) respectively. The share of the South Region fell from 18.5% in 1Q16 to 15.5% in 2Q16. The Company's inventory of finished units increased from 4.4 thousand units at the close of 1Q16 to 4.6 thousand units at the close of 2Q16.



The share of the total inventory to be consolidated into the Company's revenue is R\$1,731 million (%CBR: R\$1,445 million) whereas R\$377 million (%CBR: R\$175 million) will be accounted for under "Equity Result and Other Appreciations".

LANDBANK

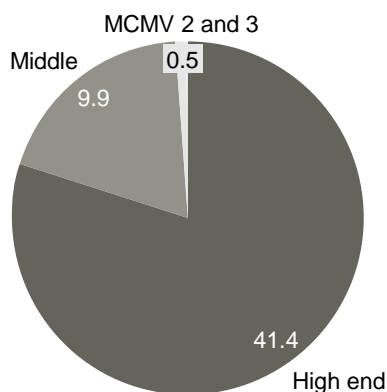
Note: detailed information on landbank can be found at the end of this report in the appendix tables.

At the close of 2Q16, the Company's landbank amounted to 19.5 million sq. m. of marketable area with total potential sales of R\$51.8 billion. Cyrela's share in the landbank is 86.5%, equivalent to R\$44.8 billion.

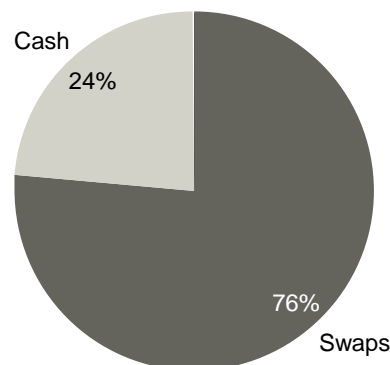
Cyrela acquired 4 plots of land in 2Q16, 2 in São Paulo and 2 in the South Region, all through swaps. In addition, the Company terminated contracts for 4 plots of land in 2Q16: 1 in São Paulo, 1 in the Northeast Region, 1 in Rio de Janeiro and 1 in the South Region. The Company sold or terminated contracts for 4 plots of land, with a positive impact of R\$6.5 million on the 2Q16 income statement.

Landbank on 06.30.2016*

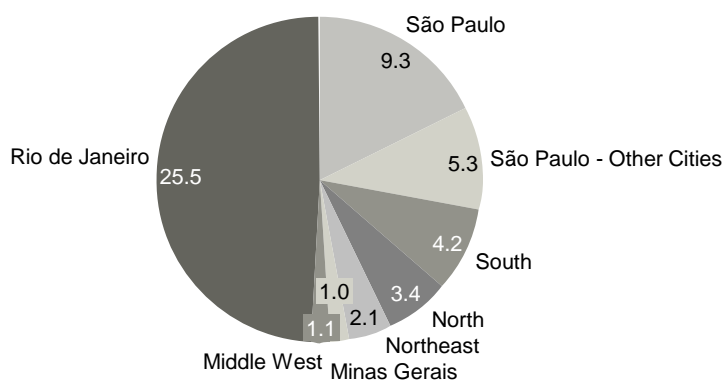
Breakdown by Product (PSV in R\$bi)



Way of Acquisition (in %)



Breakdown By Region (PSV in R\$bi)



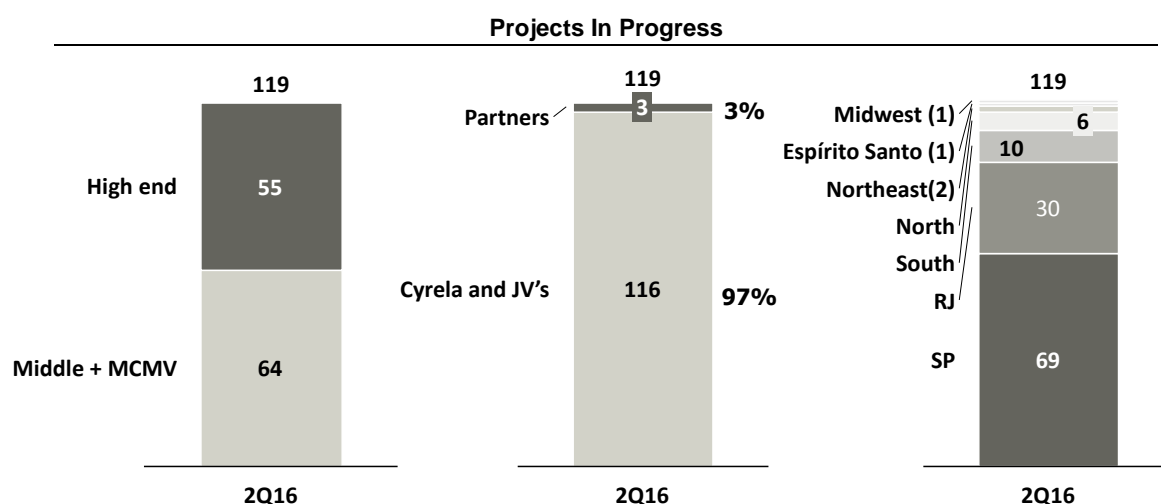
* The landbank PSV is based on the latest feasibility assessment of the land plot, adjusted by the INCC year-to-date.

CONSTRUCTION SITES

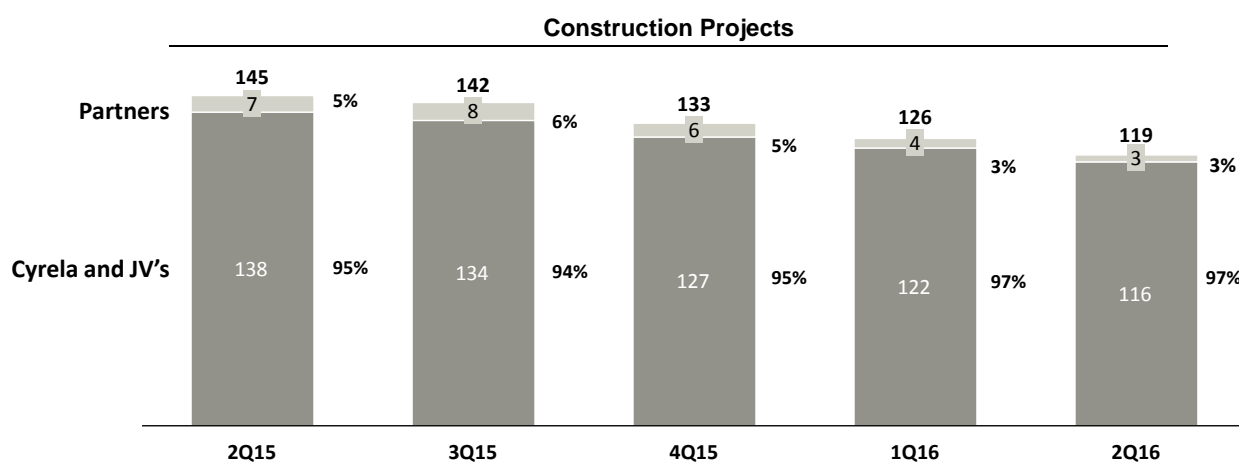
Note: detailed information on units delivered can be found at the end of this report in the appendix tables.

Cyrela delivered 17 projects, with 5.8 thousand units totaling a PSV of R\$2.1 billion on the dates of their respective launches. In 1H16, Cyrela delivered 36 projects, with a launch PSV of R\$4.1 billion and 10.2 thousand units.

At the close of 2Q16, there were 119 projects in progress—broken down as follows by segment, execution and geographical location—according to the active construction site criterion. Faixa 1 MCMV accounts for 18 of all projects in progress.



In line with its strategy of seeking a more organic operation, the Company has been lowering the number of sites under third-party control since 2012. At the close of 2Q16, 97% of the construction sites were managed by the Company's own teams or joint ventures. This clearly shows Cyrela's commitment to managing costs and ensuring product quality. Of all the 2Q16 launches, no projects will be constructed by third parties.



Economic and Financial Performance

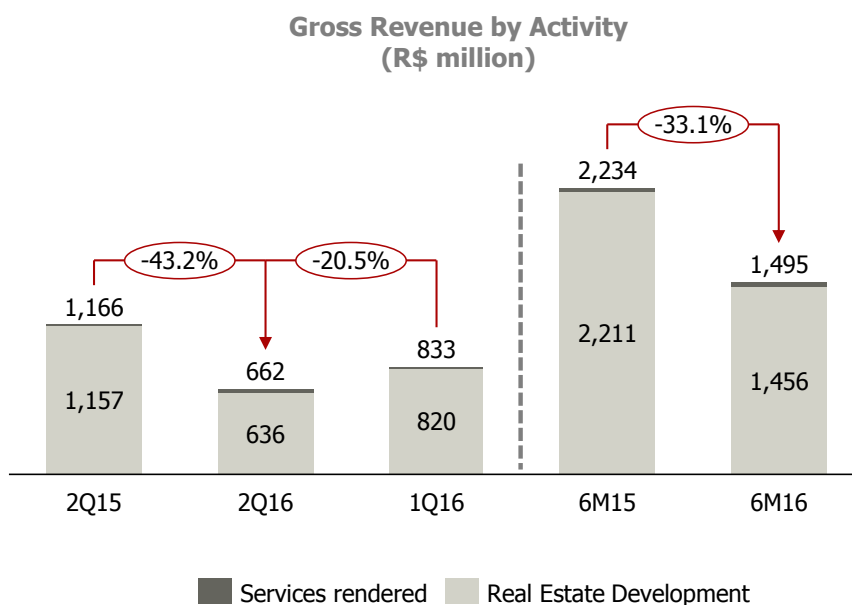
The Company acquired units from the swap partner in the Reserva Golf project this quarter. It paid R\$27.8 million in cash, accounted for as a reversal of unit swaps. The effects on the Company's income statement were a R\$96.3 million drop in net revenue and a reversal of costs totaling R\$107.1 million. As a result, Cyrela's gross profit increased by R\$10.5 million and gross margin rose from 33.0% to 39.6%.

REVENUE

The Company's total gross revenue amounted to R\$662 million in 2Q16, down 43.2% from R\$1,166 million in 2Q15 and 20.5% from R\$833 million in 1Q16.

Revenue in the quarter was impacted by lower net sales and the Reserva Golf transaction.

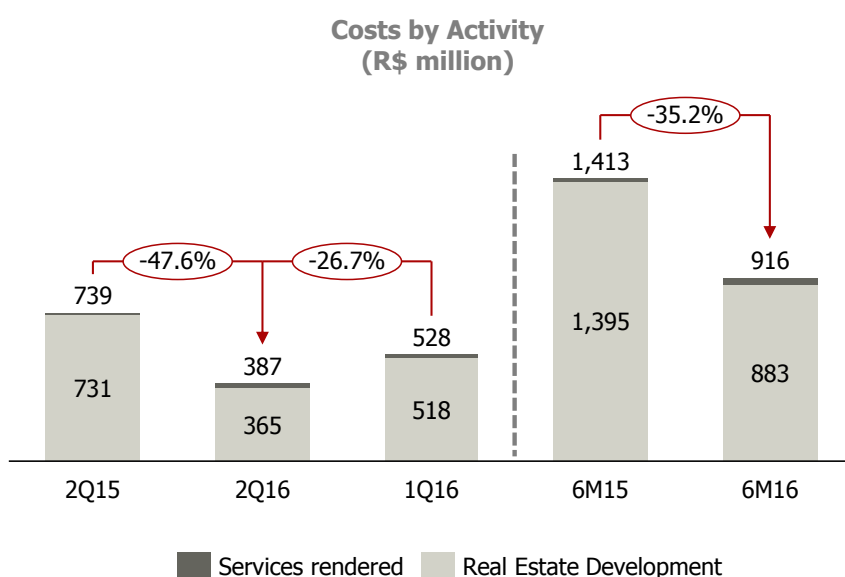
In 6M16, gross revenue came to R\$1,495 million, a fall of 33.1% against R\$2,234 million in 6M15.



COST OF GOODS SOLD AND/OR SERVICES RENDERED

Total cost came to R\$387 million, falling by 26.7% against 1Q16 and 47.6% against 2Q15. The impact on costs is mostly connected with the Reserva Golf transaction described above.

In 6M16, total costs amounted to R\$916 million, a 35.2% drop from R\$1,413 million in 6M15.



The cost of development activities—94.0% of total costs—came to R\$365 million in 2Q16, down 29.5% from 1Q16 and 50% from 2Q15. In 6M16, the cost of development activities came to R\$883 million, vs. R\$1,395 million in 6M15.

GROSS MARGIN

The Company's total gross margin stood at 39.6% in 2Q16, an increase of 4.8 p.p. from 1Q16, when gross margin came to 34.8%, and of 4.5 p.p. from the 2Q15 gross margin. In 6M16, gross margin stood at 36.9% and increased by 1.9 p.p. year-over-year.

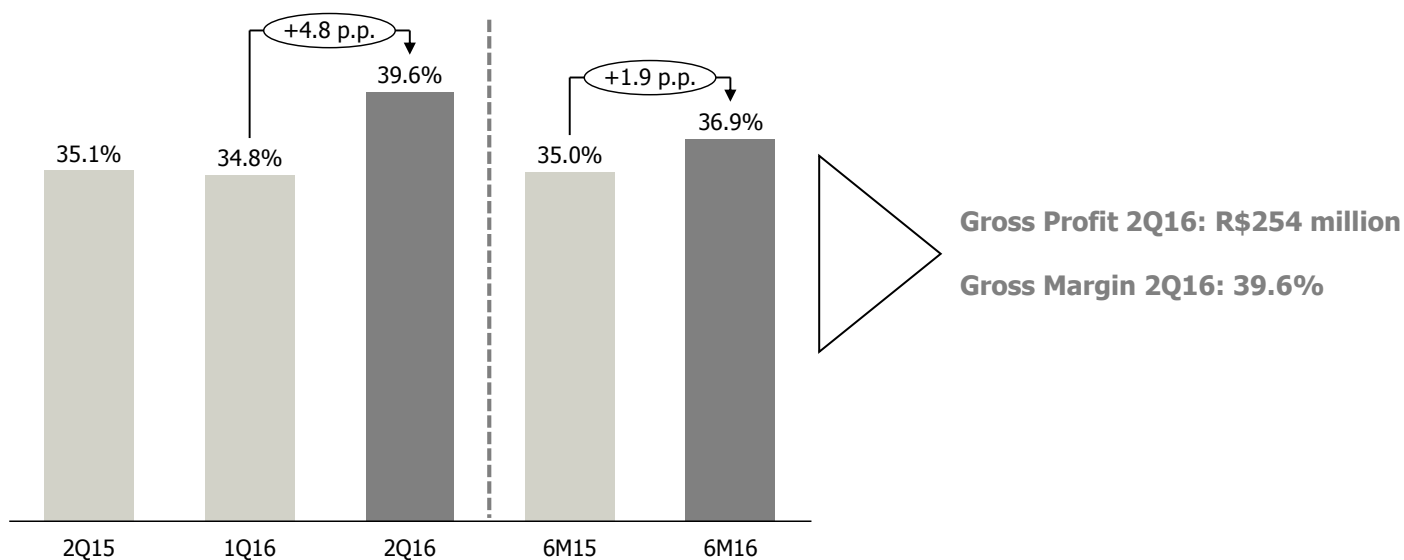
As mentioned above, gross margin in the quarter reflects a positive impact on gross profit of the Riserva Golf transaction. Without this effect, gross margin would have been 33.0%. It is worth mentioning the Company recorded net construction savings of R\$26 million in 2Q16.

Adjusted gross margin stood at 47.1% in 2Q16, up 8.4 p.p. from the 2Q15 margin of 38.7% and 6.1 p.p. from the 1Q16 adjusted gross margin. Without the Riserva Golf transaction, it would have been 39.5%.

In 6M16, adjusted gross margin stood at 43.7%, 4.8 p.p. up on 38.9% in 6M15.

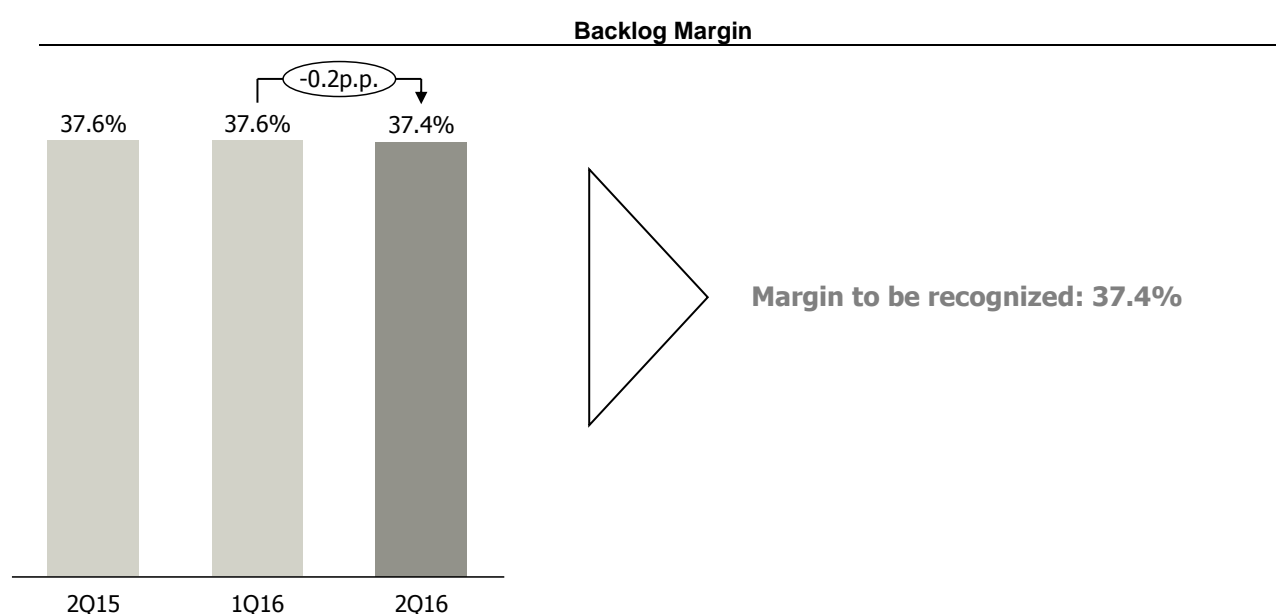
Adjusted Gross Margin	2Q16 R\$ MM	2Q15 R\$ MM	2Q16 x 2Q15	1Q16 R\$ MM	2Q16 x 1Q16	6M16 R\$ MM	6M15 R\$ MM	6M16 x 6M15
Net Revenue	641	1,138	-43.7%	811	-20.9%	1,452	2,173	-33.2%
Gross Profit	254	399	-36.4%	282	-10.0%	536	760	-29.4%
Gross Margin	39.6%	35.1%	4.5 p.p.	34.8%	4.8 p.p.	36.9%	35.0%	1.9 p.p.
Capitalized Interest from COGS	48	41	17.7%	50	-4.6%	98	85	15.9%
Adjusted Gross Margin	47.1%	38.7%	8.4 p.p.	41.0%	6.1 p.p.	43.7%	38.9%	4.8 p.p.

Gross Margin



SALES TO BE RECOGNIZED

At the close of 2Q16, net revenue from sales to be recognized totaled R\$2,697 million. Gross margin from sales to be recognized stood at 37.4% in 2Q16, down 0.2 p.p. from 1Q16 and up 0.2 p.p. year-over-year. It is worth noting gross backlog margin (backlog margin) does not take into account the PVA effect and SFH-related financing costs. These effects usually have an impact between 5 and 7 p.p.



Sales to be Recognized (R\$ thd)	2Q16	1Q16	2Q16 x 1Q16	2Q15	2Q16 x 2Q15
Sales to be Recognized	2,754	3,103	-11.3%	4,203	-34.5%
Taxes to be Recognized	(57)	(59)	-4.2%	(74)	-23.2%
Net Income to be Recognized	2,697	3,044	-11.4%	4,129	-34.7%
Costs of Units Sold to be Recognized	(1,689)	(1,899)	-11.0%	(2,579)	-34.5%
Gross Profit to be Recognized	1,008	1,146	-12.0%	1,551	-35.0%
Gross Margin to be Recognized	37.4%	37.6%	-0.3 p.p.	37.6%	-0.2 p.p.

SELLING EXPENSES

Selling expenses totaled R\$95 million in 2Q16, down R\$7 million quarter-over-quarter and R\$20 million year-over-year. In 6M16, selling expenses amounted to R\$197 million, down 11.3% against 6M15.

Selling expenses corresponded to 17% of pre-sales in the quarter, down from 18.8% in 1Q16 and up from 14.1% from 2Q15.

Commercial expenses	2Q16 R\$ MM	1Q16 R\$ MM	2Q16 x 1Q16	2Q15 R\$ MM	2Q16 x 2Q15	6M16 R\$ MM	6M15 R\$ MM	6M16 x 6M15
Show-rooms	20	28	-28.4%	21	-3.1%	48	39	22.66%
Media	18	18	-0.2%	27	-33.7%	36	49	-26.44%
Third-party Services	28	29	-2.9%	36	-22.8%	57	68	-15.40%
Inventory Maintenance*	15	13	10.6%	12	18.5%	28	24	16.66%
Others	14	14	-0.7%	18	-23.3%	28	43	-34.60%
Total	95	102	-7.37%	115	-17.38%	197	222	-11.28%

* This account will be renamed from "Idleness" to "Inventory Maintenance" from this quarter.

The quarter-over-quarter fall in selling expenses in absolute amounts was mainly observed in the "Sales Showrooms" account.

GENERAL & ADMINISTRATIVE EXPENSES

General and administrative expenses totaled R\$116 million in 2Q16, up R\$21 million quarter-over-quarter and R\$26 million year-over-year. In 6M16, they amounted to R\$211 million, up 7.6% against 6M15.

The ratio of G&A expenses to net revenue was 18.1% in 2Q16, up from 11.7% in 1Q16.

General & Administrative Expenses	2Q16 R\$ MM	1Q16 R\$ MM	2Q16 x 1Q16	2Q15 R\$ MM	2Q16 x 2Q15	6M16 R\$ MM	6M15 R\$ MM	6M16 x 6M15
Salaries and Social Charges	35	35	-2.2%	39	-10.4%	70	81	-13.0%
Board Members/Management Remuneration	2	2	-9.2%	2	-10.9%	3	3	-5.6%
Employees'	2	0	-751.2%	6	-64.7%	2	18	-89.9%
Stock Options	2	4	-42.3%	-15	-116.2%	7	-14	-146.5%
Third-Party Services	24	20	18.2%	20	22.1%	44	38	16.6%
Rent, travelling and representation	10	11	-5.4%	13	-20.5%	21	26	-19.1%
Indemnities	30	17	79.8%	12	149.3%	46	15	202.2%
Employees'	10	6	68.2%	14	-23.8%	17	28	-39.7%
Total	116	95	21.5%	90	28.1%	211	196	7.6%

Quarter-over-quarter, the main change in those expenses was the R\$13 million rise in severance pay.

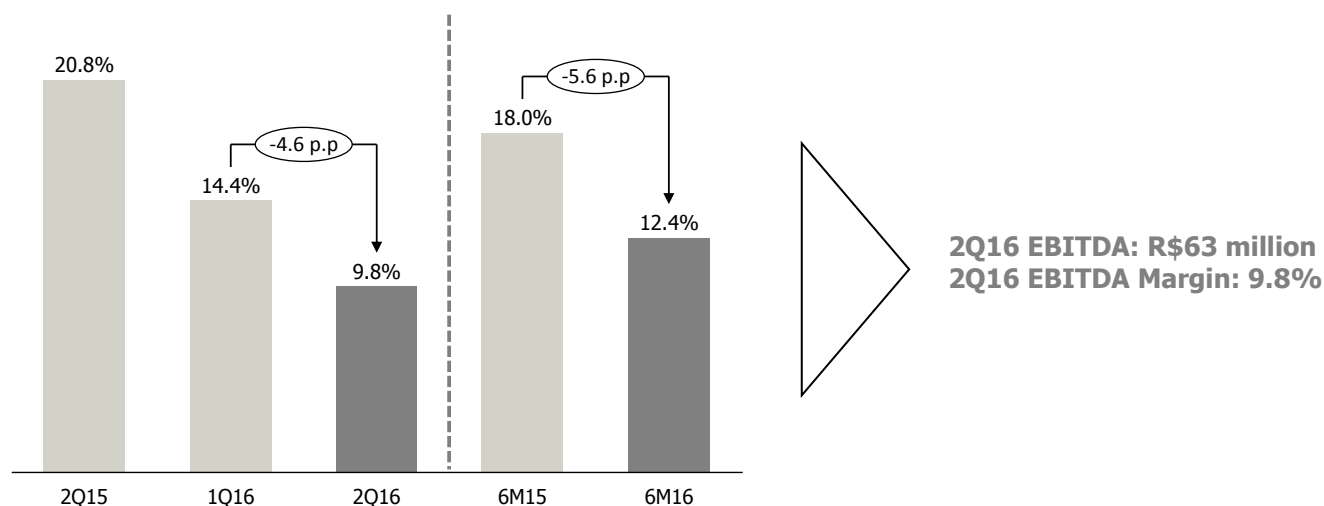
EBITDA

EBITDA margin stood at 9.8% in 2Q16, falling by 10.9 p.p. against 2Q15 and 4.6 p.p. against 1Q16. In 6M16, adjusted EBITDA stood at 12.4%, falling by 5.6 p.p. year-over-year.

EBITDA	2Q16 R\$ MM	2Q15 R\$ MM	2Q16 x 2Q15	1Q16 R\$ MM	2Q16 x 1Q16	6M16 R\$ MM	6M15 R\$ MM	6M16 x 6M15
Net Income from Continuous Operations	57	185	-69.5%	89	-36.4%	145	303	-52.0%
(-) Financial Result	(26)	10	-359.2%	(20)	28.0%	(46)	4	-1308.5%
(+) Depreciation and Amortization ¹	18	17	1.7%	30	-41.1%	47	36	30.7%
(+) Taxes over Profit	15	24	-38.0%	18	-18.7%	33	47	-30.0%
EBITDA	63	236	-73.3%	117	-46.0%	180	390	-54.0%
EBITDA Margin (%)	9.8%	20.8%	-10.9 p.p.	14.4%	-4.6 p.p.	12.4%	18.0%	-5.6 p.p.

¹ Depreciation and amortization expenses include showroom amortization, recorded under selling expenses in the Income Statement. The 1Q16 EBITDA published in the last quarter was of R\$ 93 million. However, the Company identified an error and, that's why, presented the correct number in 2Q16.

EBITDA Margin



FINANCIAL RESULT

The Company recorded net financial income of R\$26 million in 2Q16, against net financial income of R\$20 million in 1Q16 and a net financial loss of R\$10 million in 2Q15. In 6M16, it recorded net financial income of R\$46 million, against a net financial loss of R\$4 million in 6M15.

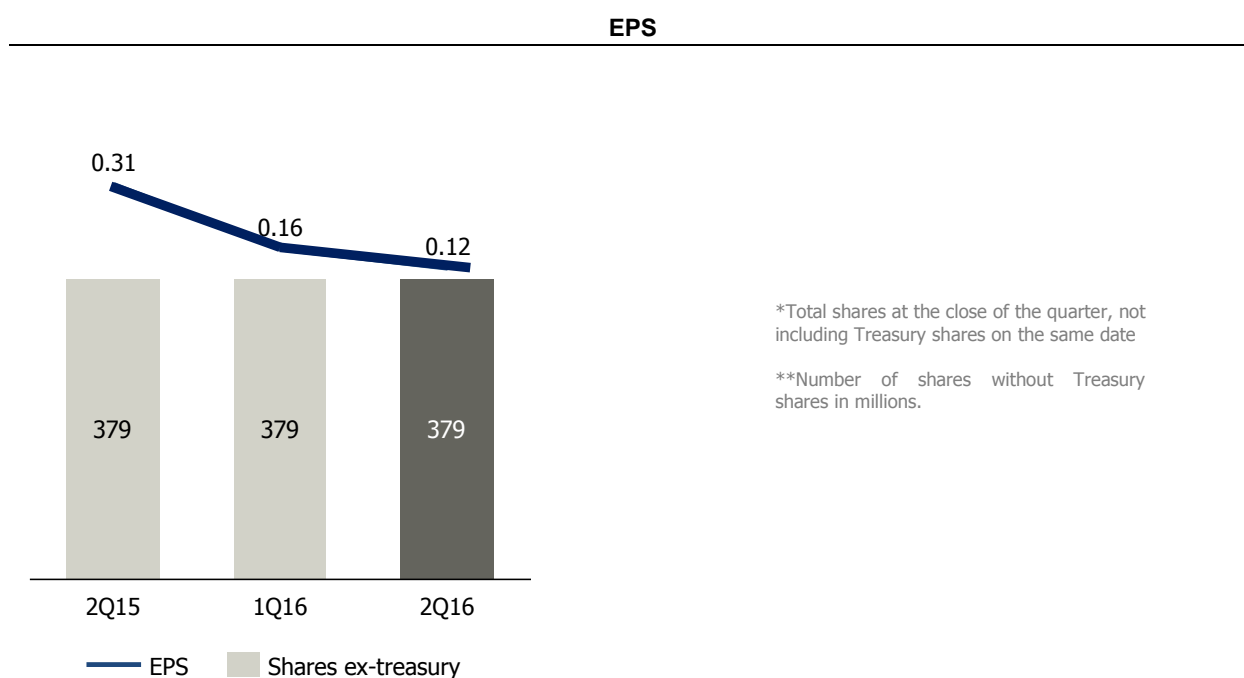
R\$ million	2Q16	1Q16	2Q15	6M16	6M15
Financial Expenses					
SFH Interest	(67)	(62)	(54)	(129)	(101)
Interest on Corporate Loans	(41)	(44)	(55)	(86)	(106)
Capitalized Interest	62	58	49	120	97
Sub Total	(47)	(48)	(59)	(95)	(110)
Monetary Adjustment on Loans	(4)	(4)	(24)	(8)	(27)
Bank Expenses	(3)	(4)	(3)	(6)	(6)
Other financial expenses	(4)	(3)	(2)	(7)	(10)
Total Financial Expenses	(57)	(59)	(89)	(116)	(153)
Financial Revenues					
Income on Investments	65	68	63	133	111
Income on Receivables	(0)	0	3	-	6
Income on Loans to Partners	5	4	7	10	18
Other financial income	13	7	5	20	14
Total Financial Revenues	83	80	79	162	149
Financial Result	26	20	(10)	46	(4)

NET INCOME AND NET MARGIN

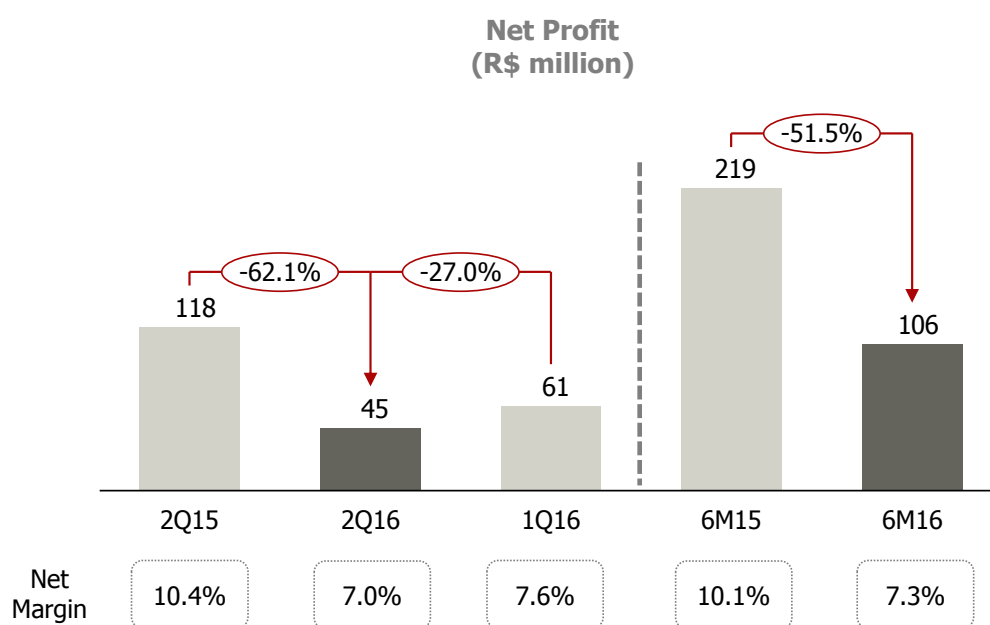
As a result of the Company's performance described above, net income amounted to R\$45 million in 2Q16, down 27.0% from R\$61 million in 1Q16 and 62.1% from 2Q15. In 6M16, net income totaled R\$106 million, falling from R\$219 million in 6M15.

This fall resulted mainly from the drop in revenue and contingencies totaling R\$33 million.

In 2Q16, the Company's earnings per share fell to R\$0.12, vs. R\$0.16 in 1Q16 and R\$0.31 in 2Q15.



Net margin stood at 7.0% in 2Q16, down 0.6 p.p. quarter-over-quarter and 3.4 p.p. from 10.4% in 2Q15. In 6M16, net margin stood at 7.3%, 2.8 p.p. down on 6M15.



This result led to a 5.7% ROE (last 12 months).

ARBITRATION CHAMBER

The Company is subject to the Market Arbitration Chamber, in accordance with the Arbitration Clause included in the Company's Bylaws.

RELATIONSHIP WITH INDEPENDENT AUDITORS

In compliance with CVM Instruction 381/03, we hereby inform you that we engaged Deloitte Touche Tohmatsu Auditores Independentes to provide the following services in 2Q16: audit of the financial statements prepared in accordance with accounting practices adopted in Brazil and International Financial Reporting Standards ("IFRS"s); review of internal controls; and review of the quarterly interim financial information in accordance with Brazilian and international standards on review of interim financial information (NBC TR 2410 - "Revisao de Informações Intermediárias Executadas pelo Auditor da Entidade" and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). The Company did not engage the independent auditors to perform any other work, other than the audit of the financial statements.

The engagement of independent auditors is based on principles that protect the auditor's independence, which consist of the following: (a) the auditor should not audit his/her own work; (b) the auditor should not exercise managerial duties; and (c) the auditor should not provide any services that can be considered prohibited under prevailing standards. Additionally, Management obtains from the independent auditors a statement in the sense that the special services provided do not affect their professional independence.

The information in the performance report is not clearly identified as copy of the information included in the financial statements, nor has it been subjected to audit or review.

(Convenience Translation into English from the Original Previously Issued in Portuguese)

CYRELA BRAZIL REALTY S.A. EMPREENDIMENTOS E PARTICIPAÇÕES

BALANCE SHEET AS AT JUNE 30, 2016
(In thousands of Brazilian reais - R\$)

ASSETS	Notes	Parent		Consolidated		LIABILITIES AND EQUITY	Notes	Parent		Consolidated	
		06/30/2016	12/31/2015	06/30/2016	12/31/2015			06/30/2016	12/31/2015	06/30/2016	12/31/2015
CURRENT ASSETS						CURRENT LIABILITIES					
Cash and cash equivalents	3	232,908	286,585	588,949	828,512	Borrowings and financing	10	9,546	149,131	1,027,247	1,057,440
Securities	4	694,830	890,507	1,215,005	1,325,893	Debentures	11	8,241	6,016	8,241	6,016
Trade receivables	5	27,466	6,723	2,717,277	2,887,646	Real Estate Certificates (CRIs)	12	152,762	154,991	151,980	170,014
Properties for sale	6	14,923	11,238	3,681,014	3,169,305	Trade payables and accrued warranties	17	9,977	4,232	289,977	254,170
Recoverable taxes		14,845	9,568	34,548	71,779	Taxes and contributions payable		579	328	30,670	32,683
Deferred taxes	20	-	-	1,748	2,576	Deferred taxes and contributions	20	186	241	114,286	127,025
Accrued selling expenses		-	-	15,777	17,298	Payroll, related taxes and profit sharing		15,807	25,460	52,839	66,333
Prepaid expenses		3,342	3,174	10,181	9,362	Payables due to property acquisitions	18	-	-	165,316	188,705
Other assets		15,256	39,597	88,216	126,338	Dividends payable	21 (d)	-	106,657	-	106,657
Total current assets		<u>1,003,570</u>	<u>1,247,392</u>	<u>8,352,715</u>	<u>8,438,709</u>	Related parties	13	86,511	218,629	106,565	132,812
						Current accounts with venture partners	14	-	-	53,910	83,588
NONCURRENT ASSETS						Advances from customers	16	-	767	549,486	724,169
Trade receivables	5	17,901	820	862,899	958,646	Other liabilities		119,161	93,365	107,578	88,474
Securities	4	73,737	78,826	76,429	79,180	Total current liabilities		<u>402,770</u>	<u>759,817</u>	<u>2,658,095</u>	<u>3,038,086</u>
Current accounts with venture partners	14	7,771	9,316	20,810	37,403						
Related parties	13	394,516	339,275	291,823	216,893	NONCURRENT LIABILITIES					
Recoverable taxes		16,669	20,816	78,645	47,145	Borrowings and financing	10	598,472	555,177	2,164,003	2,172,311
Properties for sale	6	28,561	27,061	1,594,582	1,924,309	Debentures	11	142,630	142,630	142,630	142,630
Other assets		23,995	26,190	68,858	56,701	Real Estate Certificates (CRIs)	12	43,200	193,200	42,735	193,200
Investments in subsidiaries and associates	7.a) e 7.e)	5,540,925	5,702,882	710,950	745,841	Trade payables and accrued warranties	17	-	-	80,313	81,818
Property, plant and equipment	8	7,412	6,115	111,042	139,671	Payables due to property acquisitions	18	-	-	25,065	21,767
Intangible assets	9	88,630	92,537	74,781	85,090	Provisions for tax, labor and civil risks	19	14,254	12,073	208,821	201,657
Total noncurrent assets		<u>6,200,117</u>	<u>6,303,838</u>	<u>3,890,819</u>	<u>4,290,879</u>	Deferred taxes and contributions	20	1,469	1,290	35,844	39,720
						Advances from customers	16	-	-	126,331	159,512
						Total noncurrent liabilities		<u>800,025</u>	<u>904,370</u>	<u>2,825,742</u>	<u>3,012,615</u>
						EQUITY					
						Capital		3,395,744	3,095,744	3,395,744	3,095,744
						Other reserves		(103,967)	(102,251)	(103,967)	(102,251)
						Capital reserves:					
						Stock option reserve		70,493	90,329	70,493	90,329
						Earnings reserves:					
						Legal reserve		283,537	283,537	283,537	283,537
						Expansion reserve		2,538,609	2,838,609	2,538,609	2,838,609
						Treasury shares		(234,176)	(260,627)	(234,176)	(260,627)
						Retained earnings (accumulated losses)		105,975	-	105,975	-
						Other comprehensive income		(55,323)	(58,298)	(55,323)	(58,298)
						Equity attributable to:					
						Company's owners		6,000,892	5,887,043	6,000,892	5,887,043
						Noncontrolling shareholders		-	-	758,805	791,844
						Total equity		<u>6,000,892</u>	<u>5,887,043</u>	<u>6,759,697</u>	<u>6,678,887</u>
TOTAL ASSETS		<u>7,203,687</u>	<u>7,551,230</u>	<u>12,243,534</u>	<u>12,729,588</u>	TOTAL LIABILITIES AND EQUITY		<u>7,203,687</u>	<u>7,551,230</u>	<u>12,243,534</u>	<u>12,729,588</u>

" The accompanying notes are an integral part of this interim financial information"

(Convenience Translation into English from the Original Previously Issued in Portuguese)

CYRELA BRAZIL REALTY S.A. EMPREENDIMENTOS E PARTICIPAÇÕES

INTERIM STATEMENT OF PROFIT AND LOSS
FOR THE QUARTER AND THE SIX-MONTH PERIOD ENDED JUNE 30, 2016
(In thousands of Brazilian reais - R\$, except earnings per share)

	Notes	Parent				Consolidated			
		04/01/2016 to 06/30/2016	01/01/2016 to 06/30/2016	04/01/2015 to 06/30/2015	01/01/2015 to 06/30/2015	04/01/2016 to 06/30/2016	01/01/2016 to 06/30/2016	04/01/2015 to 06/30/2015	01/01/2015 to 06/30/2015
NET REVENUE	25	326	5,138	3,503	7,844	641,033	1,451,739	1,137,683	2,172,897
Properties sold		791	(153)	-	-	(355,863)	(864,741)	(723,129)	(1,372,228)
Land subdivision		(312)	(1,360)	(2,601)	(4,244)	(9,166)	(18,148)	(8,237)	(22,582)
Services rendered		-	-	-	-	(22,074)	(32,659)	(7,261)	(18,420)
COST OF SALES AND SERVICES	25	479	(1,513)	(2,601)	(4,244)	(387,103)	(915,548)	(738,627)	(1,413,230)
GROSS OPERATING PROFIT		805	3,625	902	3,600	253,930	536,191	399,056	759,667
OPERATING INCOME (EXPENSES)									
Selling expenses	26	(2,735)	(4,462)	(4,121)	(6,821)	(94,828)	(197,204)	(114,777)	(222,276)
General and administrative expenses	27	(33,123)	(56,409)	(21,051)	(30,577)	(113,954)	(207,333)	(88,399)	(192,206)
Management fees	13.c)	(1,249)	(2,581)	(1,391)	(2,770)	(1,564)	(3,285)	(1,754)	(3,479)
Profit (loss) on equity interests:				-				-	
Share of profit of subsidiaries	7.a)	89,103	167,301	187,861	305,638	13,992	20,814	22,274	30,880
Other operating income on investments		831	3,106	(11,134)	(8,447)	(1,256)	(1,196)	(6,292)	(3,478)
Other operating income (expenses), net		(11,210)	(10,734)	(6,496)	(3,625)	(10,914)	(15,721)	8,873	(15,055)
PROFIT FROM OPERATIONS BEFORE FINANCE INCOME (COSTS)		42,422	99,846	144,570	256,998	45,406	132,266	218,981	354,053
FINANCE INCOME (COSTS)									
Finance costs	28	(42,419)	(81,596)	(62,888)	(97,937)	(56,918)	(116,201)	(88,527)	(152,544)
Finance income	28	44,544	87,811	36,330	59,679	82,849	162,389	78,523	148,722
		2,125	6,215	(26,558)	(38,258)	25,931	46,188	(10,004)	(3,822)
PROFIT BEFORE TAXES ON INCOME AND NONCONTROLLING INTERESTS		44,547	106,061	118,012	218,740	71,337	178,454	208,977	350,231
INCOME TAX AND SOCIAL CONTRIBUTION									
Current	20.d)	-	-	(6)	-	(20,557)	(41,332)	(31,110)	(64,023)
Deferred	20.d)	156	(86)	-	(193)	5,723	8,248	7,192	16,783
		156	(86)	(6)	(193)	(14,834)	(33,084)	(23,918)	(47,240)
PROFIT FOR THE PERIOD		44,703	105,975	118,006	218,547	56,503	145,370	185,059	302,991
PORTION OF PROFIT ATTRIBUTABLE TO NONCONTROLLING INTERESTS						(11,800)	(39,395)	(67,053)	(84,444)
PROFIT ATTRIBUTABLE TO COMPANY'S OWNERS						44,703	105,975	118,006	218,547
BASIC EARNINGS PER SHARE	29		0.28096		0.57690				
DILUTED EARNINGS PER SHARE	29		0.27808		0.56730				

The accompanying notes are an integral part of this interim financial information.

(Convenience Translation into English from the Original Previously Issued in Portuguese)

CYRELA BRAZIL REALTY S.A. EMPREENDIMENTOS E PARTICIPAÇÕES

INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE QUARTER AND THE SIX-MONTH PERIOD ENDED JUNE 30, 2016

(In thousands of Brazilian reais - R\$)

	Parent				Consolidated			
	04/01/2016 to 06/30/2016	01/01/2016 to 06/30/2016	04/01/2015 to 06/30/2015	01/01/2015 to 06/30/2015	04/01/2016 to 06/30/2016	01/01/2016 to 06/30/2016	04/01/2015 to 06/30/2015	01/01/2015 to 06/30/2015
PROFIT FOR THE QUARTER	44,703	105,975	118,006	218,547	56,503	145,370	185,059	302,991
Other comprehensive income								
Items that will not be subsequently reclassified to the statement of profit or loss - by translation of investments and appreciation of financial assets	2,975	2,975	23,202	8,163	2,975	2,975	23,202	8,163
TOTAL COMPREHENSIVE INCOME FOR THE QUARTER	<u>47,678</u>	<u>108,950</u>	<u>141,208</u>	<u>226,710</u>	<u>59,478</u>	<u>148,345</u>	<u>208,261</u>	<u>311,154</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:								
Company's owners					47,678	108,950	141,208	226,710
Noncontrolling interests					<u>11,800</u>	<u>39,395</u>	<u>67,053</u>	<u>84,444</u>
					<u>59,478</u>	<u>148,345</u>	<u>208,261</u>	<u>311,154</u>

The accompanying notes are an integral part of this interim financial information.

(Convenience Translation into English from the Original Previously Issued in Portuguese)

CYRELA BRAZIL REALTY S.A. EMPREENDIMENTOS E PARTICIPAÇÕES

STATEMENT OF CHANGES IN EQUITY (PARENT AND CONSOLIDATED)

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2016

(In thousands of Brazilian reais - R\$)

			Capital reserves		Earnings reserve		Other						
	Notes	Capital	Other reserves	Stock option reserve	Treasury shares	Legal reserve	Earnings retention	Retained earnings	comprehensive income	Company's owners	Noncontrolling interests	Total consolidated	
AS AT DECEMBER 31, 2014		3,095,744	(34,881)	104,825	(220,416)	261,147	2,519,551	-	-	66,879	5,659,091	708,754	6,367,845
Capital transactions:													
Capital increase (reduction)		-	-	-	-	-	-	-	-	-	179,125	179,125	
Increase (decrease) in treasury shares		-	-	-	46,604	-	-	-	-	(46,604)	-	(46,604)	
Capital transactions		-	(30,243)	-	-	-	-	-	-	(30,243)	-	(30,243)	
Stock options granted/exercised		-	-	(1,508)	1,508	-	-	-	-	-	-	-	
Share-based payment		-	-	(14,029)	-	-	-	-	-	(14,029)	-	(14,029)	
Profit for the six-month period:													
Profit for the six-month period		-	-	-	-	-	-	218,547	-	218,547	84,444	302,991	
Allocation of profit:													
Adjustments due to translation of investments and appreciation of financial assets		-	-	-	-	-	-	-	8,163	8,163	-	8,163	
Dividends paid		-	-	-	-	-	-	-	-	-	(132,396)	(132,396)	
AS AT JUNE 30, 2015		3,095,744	(65,124)	89,288	(265,512)	261,147	2,519,551	218,547	(58,716)	5,794,925	839,927	6,634,852	
AS AT DECEMBER 31, 2015		3,095,744	(102,251)	90,329	(260,627)	283,537	2,838,609	-	(58,298)	5,887,043	791,844	6,678,887	
Capital transactions:													
Capital increase	21 (a)	300,000	-	-	-	-	(300,000)	-	-	-	139,652	139,652	
Stock options granted/exercised	21 (b)	-	-	(26,451)	26,451	-	-	-	-	-	-	-	
Capital transactions	21 (e)	-	(1,716)	-	-	-	-	-	-	(1,716)	-	(1,716)	
Share-based payment	21 (b)	-	-	6,615	-	-	-	-	-	6,615	-	6,615	
Profit for the six-month period:													
Adjustments due to translation of investments		-	-	-	-	-	-	-	2,975	2,975	-	2,975	
Profit for the six-month period		-	-	-	-	-	-	105,975	-	105,975	39,395	145,370	
Dividends paid	21 (c)	-	-	-	-	-	-	-	-	-	(212,086)	(212,086)	
AS AT JUNE 30, 2016		3,395,744	(103,967)	70,493	(234,176)	283,537	2,538,609	105,975	(55,323)	6,000,892	758,805	6,759,697	

The accompanying notes are an integral part of this interim financial information.

(Convenience Translation into English from the Original Previously Issued in Portuguese)

CYRELA BRAZIL REALTY S.A. EMPREENDIMENTOS E PARTICIPAÇÕES

**INTERIM STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2016
(In thousands of Brazilian reais - R\$)**

	Parent		Consolidated	
	06/30/2016	06/30/2015	06/30/2016	06/30/2015
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before income tax and social contribution	106,061	218,740	178,454	350,231
Adjusted by:				
Depreciation and amortization of property, plant and equipment and intangible assets	7,690	6,557	44,261	33,239
Amortization of appreciation of assets	405	283	3,176	2,912
Share of loss of subsidiaries	(167,301)	(305,638)	(20,814)	(30,880)
Interest and inflation adjustments on borrowings, debentures and CRI	70,070	76,810	204,550	163,102
Deferred taxes	38	(193)	(7,539)	16,783
Adjustments to present value	-	-	6,100	4,423
Provisions for warranty	-	-	38,636	44,842
income from securities	(79,778)	-	(133,194)	-
Provisions for tax, labor and civil risks	2,181	3,613	7,164	11,976
Accrued share-based payment	6,615	(14,029)	6,615	(14,029)
	(54,019)	(13,857)	327,409	582,599
Changes in current and noncurrent assets and liabilities:				
Securities	280,544	(399,356)	246,833	(540,622)
Trade receivables	(37,824)	(152)	260,016	768,536
Properties for sale	(5,185)	(2,663)	(166,243)	(119,328)
Current accounts with venture partners	1,545	3,889	(13,085)	3,499
Related parties	(187,359)	114,330	(101,177)	(44,818)
Recoverable taxes	(1,130)	(5,306)	5,731	(17,083)
Accrued selling expenses	-	-	1,521	1,530
Prepaid expenses	(168)	106	(819)	(1,064)
Other assets	26,536	(4,872)	25,965	(59,800)
Payables due to acquisition of properties	-	-	(20,091)	(45,387)
Taxes and contributions payable	251	(505)	1,571	(14,651)
Trade payables and provision for warranty	5,745	(2,363)	(4,334)	14,673
Payroll, related taxes and profit sharing	(9,653)	(22,098)	(13,494)	(1,967)
Advances from customers	(767)	(806)	(223,603)	(87,432)
Other liabilities	28,771	30,504	22,079	(78,644)
Cash and cash equivalents provided by operating activities	47,287	(303,149)	348,279	360,041
Taxes and contributions paid	-	-	(44,916)	(66,287)
Interest paid	(68,543)	(76,304)	(192,837)	(144,118)
Cash and cash equivalents provided by (used in) operating activities	(21,256)	(379,453)	110,526	149,636
CASH FLOW FROM INVESTING ACTIVITIES				
Acquisition of property, plant and equipment	(2,728)	(113)	(17,938)	(16,838)
Acquisition of intangible assets	(2,757)	(11,421)	(3,229)	(29,206)
Retirement of property, plant and equipment	-	-	12,668	3,661
Dividends received	292,770	513,741	8,614	30,919
Increase (decrease) in investments	36,488	135,370	47,091	(62,792)
Cash and cash equivalents generated by (used in) investing activities	323,773	637,577	47,206	(74,256)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from new borrowings, financing and CRIs	145,439	200,000	830,301	1,122,499
Repayment of borrowings, financing and CRIs	(393,260)	(190,578)	(1,046,789)	(1,064,250)
Distribution of dividends	(106,657)	(157,284)	(106,657)	(157,284)
Increase (decrease) of noncontrolling interests	-	-	(72,434)	46,729
Treasury shares	-	(46,604)	-	(46,604)
Capital transactions	(1,716)	(30,243)	(1,716)	(30,243)
Cash and cash equivalents used in financing activities	(356,194)	(224,709)	(397,295)	(129,153)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(53,677)	33,415	(239,563)	(53,773)
At the beginning of the quarter	286,585	228,255	828,512	919,160
At the end of the quarter	232,908	261,670	588,949	865,387
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(53,677)	33,415	(239,563)	(53,773)

The accompanying notes are an integral part of this interim financial information.

(Convenience Translation into English from the Original Previously Issued in Portuguese)

CYRELA BRAZIL REALTY S.A. EMPREENDIMENTOS E PARTICIPAÇÕES

INTERIM STATEMENT OF VALUE ADDED
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2016
(In thousands of Brazilian reais - R\$)

	Parent		Consolidated	
	06/30/2016	06/30/2015	06/30/2016	06/30/2015
REVENUE				
Sale of goods, products and services	5,366	8,597	1,495,416	2,233,872
Other revenues	<u>(8,553)</u>	<u>(10)</u>	<u>(9,014)</u>	<u>(257)</u>
	(3,187)	8,587	1,486,402	2,233,615
INPUTS ACQUIRED FROM THIRD PARTIES				
Cost of sales and services	(1,513)	(4,244)	(915,548)	(1,413,230)
Materials, energy, outside services and other	<u>(34,109)</u>	<u>(38,293)</u>	<u>(221,111)</u>	<u>(274,830)</u>
	(35,622)	(42,537)	(1,136,659)	(1,688,060)
GROSS VALUE ADDED	<u>(38,809)</u>	<u>(33,950)</u>	<u>349,743</u>	<u>545,555</u>
RETENTIONS				
Depreciation and amortization	(7,690)	(6,557)	(44,261)	(33,239)
Amortization of appreciation of assets	<u>(405)</u>	<u>(283)</u>	<u>(3,176)</u>	<u>(2,912)</u>
	(8,095)	(6,840)	(47,437)	(36,151)
WEALTH PRODUCED (USED) BY THE ENTITY	<u>(46,904)</u>	<u>(40,790)</u>	<u>302,306</u>	<u>509,404</u>
WEALTH RECEIVED IN TRANSFERS				
Share of profits of subsidiaries	167,301	305,638	20,814	30,880
Other profits on investments, less amortization of appreciation	3,512	(8,164)	1,979	(566)
Finance income	87,811	59,679	162,389	148,722
TOTAL WEALTH RECEIVED IN TRANSFERS	258,624	357,153	185,182	179,036
TOTAL WEALTH FOR DISTRIBUTION	<u>211,720</u>	<u>316,363</u>	<u>487,488</u>	<u>688,440</u>
WEALTH DISTRIBUTED				
Personnel and payroll taxes				
Salaries and related taxes	20,428	25,732	114,744	93,862
Sales commissions	5	-	22,658	23,110
Management fees	2,581	2,770	3,284	3,479
Profit sharing	<u>821</u>	<u>(29,569)</u>	<u>8,471</u>	<u>4,239</u>
	23,835	(1,067)	149,157	124,690
Taxes, fees and contributions	314	946	76,760	108,215
Interest	<u>81,596</u>	<u>97,937</u>	<u>116,201</u>	<u>152,544</u>
	105,745	97,816	342,118	385,449
SHAREHOLDERS				
Profit for the six-month period	105,975	218,547	105,975	218,547
Portion of profit attributable to noncontrolling interests	<u>-</u>	<u>-</u>	<u>39,395</u>	<u>84,444</u>
	105,975	218,547	145,370	302,991
TOTAL WEALTH DISTRIBUTED	<u>211,720</u>	<u>316,363</u>	<u>487,488</u>	<u>688,440</u>

The accompanying notes are an integral part of this interim financial information.

(Convenience Translation into English from the Original Previously Issued in Portuguese)

CYRELA BRAZIL REALTY S.A. EMPREENDIMENTOS E PARTICIPAÇÕES

**NOTES TO THE INTERIM FINANCIAL INFORMATION FOR THE SIX-MONTH PERIOD
ENDED JUNE 30, 2016**

(Amounts in thousands of Brazilian reais - R\$, unless otherwise stated)

1. GENERAL INFORMATION

Cyrela Brazil Realty S.A. Empreendimentos e Participações (“Company”) is a publicly-held corporation headquartered in the city of São Paulo, State of São Paulo, which shares are traded on BM&FBOVESPA S.A. - São Paulo Mercantile and Stock Exchange - “Novo Mercado” - under the ticker symbol CYRE3.

The Company’s registered head office is located at Avenida Engenheiro Roberto Zuccolo, 555, 1º floor, office 1001, City of São Paulo, State of São Paulo.

The Company is engaged mainly in the development and construction of residential units, individually or together with other business partners. The subsidiaries, joint ventures and associates share the corporate, managerial and operating costs and structures of the Company or of the business partner, as the case may be, with the Parent.

**2. PRESENTATION OF INTERIM FINANCIAL INFORMATION AND SIGNIFICANT
ACCOUNTING POLICIES**

2.1. Statement of compliance

The Company’s interim financial information comprises:

- a) The Company’s individual interim financial information, prepared in accordance with accounting practices adopted in Brazil, as prescribed by CPC 26 (R1) – Presentation of Financial Statements, identified as “Parent”.
- b) The consolidated interim financial information prepared in accordance with the accounting practices adopted in Brazil, pursuant to CPC 26 (R1) and IAS 1 – Presentation of Financial Statements, issued by the International Accounting Standards Board (IASB), which includes technical instruction OCPC 04 on the application of technical interpretation ICPC 02 to Brazilian Real Estate Development Entities, issued by the Accounting Pronouncements Committee (CPC) and approved by the Brazilian Securities and Exchange Commission (CVM) and the Federal Accounting Council (CFC), identified as “Consolidated”.

The individual interim financial information has been prepared in accordance with accounting practices adopted in Brazil and comprise the policies set out in the Brazilian Corporate Law and the technical pronouncements, instructions, and interpretations issued by the CPC and approved by the CVM and the CFC. In the case of the Company, these accounting practices differ from the IFRSs applicable to real estate development entities in Brazil, in relation to separate interim financial information, only with respect to the capitalization of interest incurred by the Parent, in relation to the assets under construction of its subsidiaries. For purposes of IFRSs, such capitalization is only permitted in the consolidated interim financial information and not in the separate interim financial information.

Management asserts that relevant information included in the interim financial information is being disclosed and correspond to the information used by it in its management.

Except for the application of the accounting practices described in note 2, the information related to the basis for preparation and presentation of the interim financial information, the summary of the significant accounting policies and the use of estimates and judgment did not change as compared to the information disclosed in note 2 to the Annual Financial Statements for the year ended December 31, 2015, published on March 23, 2016 in the newspapers O Estado de São Paulo and Diário Oficial do Estado de São Paulo (the São Paulo State Official Gazette), and made available on the following websites: www.cvm.gov.br, www.bmfbovespa.com.br and <http://ri.brazilrealty.com.br>

2.2. New and revised standards and interpretations

a) The following new and revised International Financial Reporting Standards (IFRSs), effective for annual periods beginning on or after January 1, 2016, have been adopted in the interim financial information. The adoption of these new and revised IFRSs did not have any significant impacts on the amounts reported and/or disclosed for the current and prior annual periods.

- Amendments to IAS 1/CPC 26 (R1) *Presentation of Financial Statements*.
- Amendments to IFRS 11/CPC 19 (R2) *Joint Arrangements*.
- Amendments to IAS 16/CPC 27 and IAS 38/CPC 04 (1) *Clarification of Acceptable Methods of Depreciation and Amortization*.
- Amendments to IAS 16/CPC 27 and IAS 41/CPC 29 *Agriculture: Bearer Plants*.

b) New standards and interpretations not yet adopted

Amendments to IFRSs	Annual improvements to IFRSs: 2012-2014 Cycle (1)
IFRS 15	Revenue from Contracts with Customers (2)
IFRS 9	Financial Instruments (2)

(1) Effective for annual periods beginning on or after July 1, 2016.

(2) Effective for annual periods beginning on or after January 1, 2018.

- c) On May 28, 2014, the International Accounting Standards Board (IASB) issued IFRS 15 - Revenue from Contracts with Customers, which significantly changed revenue recognition criteria. In the real estate sector, the main impact refers to the application of these criteria on the different effective contracts, which may require changing the date in which a given revenue is recorded for some of these contracts. In other words, IFRS 15 may establish that certain sales must be recorded on a specific date, rather than continuously during construction, as currently adopted. For IFRS purposes, the standard will become effective on or after January 1, 2018. The Company's management awaits the issuance of the corresponding technical pronouncements by CPC and CFC, as part of the accounting practices standardization process.

3. CASH AND CASH EQUIVALENTS

	Parent		Consolidated	
	06/2016	2015	06/2016	2015
Cash and banks				
Local currency	8,316	12,504	113,936	330,012
	8,316	12,504	113,936	330,012
Bank certificates of deposit and repurchase agreements (i)	224,592	274,081	475,013	498,500
	232,908	286,585	588,949	828,512

- (i) Short-term investments that are readily convertible into a known cash amount and that are not subject to a significant risk of change in value, and the Company has the right to redeem them at any time, yield average interest of 100.07% of the Interbank Deposit (CDI) rate.

4. SECURITIES

	Parent		Consolidated	
	06/2016	2015	06/2016	2015
Bank certificates of deposit (i)	16,101	16,269	364,575	341,440
Exclusive investment funds (ii)	658,698	880,459	784,748	893,078
Federal government bonds - NTNB (iii)	73,577	71,571	121,920	169,521
Sundry investment funds (iv)	20,031	-	20,031	-
Other	160	1,034	160	1,034
	768,567	969,333	1,291,434	1,405,073

- (i) Short-term investments yielding average interest of 100.07% of the CDI rate and not highly liquid.
- (ii) The Company invests in Fundo de Investimento Exclusivo, managed by Banco Safra S.A., which is responsible for holding the assets comprising the Fund's portfolio in custody and financial settlement of its operations. The Fund is comprised of fixed-income securities and yield average interest of 102.69% of the CDI.

- (iii) Investment in national treasury bonds, indexed to inflation rate + average interest of 6.99% p.a.
- (iv) The Company holds an investment in the balanced investment fund Safra Galileo, managed by Banco Safra S.A., which is responsible for the custody of the assets included in the Fund's portfolio and the financial settlement of its transactions. This Fund is open-ended and is used to invest the Company's fund. The Fund is comprised of variable income securities and yield average interest of 111.21% of the CDI.

The exclusive investment fund, referred to in item (i) above, proportionally to the units held by the Company, is broken down as follows:

		Consolidated	
		06/2016	2015
Time deposits and other securities			
Repurchase agreements		92,136	78,942
Financial bills	(a)	378,112	430,527
Federal government bonds	(b)	289,056	372,642
CDB/Other securities		25,444	10,967
		784,748	893,078

(a) Financial bills yielding average interest of 104.59% of CDI.

(b) Federal government bonds yielding average interest of 100.13% of CDI.

5. TRADE RECEIVABLES

	Parent		Consolidated	
	06/2016	2015	06/2016	2015
Real estate projects completed	45,367	7,543	1,139,154	1,157,511
Real estate projects in construction				
Recognized revenue	-	-	7,658,884	10,636,532
Installments received	-	-	(5,185,261)	(7,897,446)
	-	-	2,473,623	2,739,086
Adjustment to present value (APV)	-	-	(52,465)	(58,565)
	-	-	2,421,158	2,680,521
Receivables from sale recognized	45,367	7,543	3,560,312	3,838,032
Services rendered	-	-	19,864	8,260
Total trade receivables	45,367	7,543	3,580,176	3,846,292
Current	27,466	6,723	2,717,277	2,887,646
Noncurrent	17,901	820	862,899	958,646

Receivables from uncompleted property sales are adjusted using the National Construction Cost Index (INCC) until the real estate units are delivered. Receivables in the period subsequent to the delivery of the key are subject to interest of 12% per year plus inflation adjustment based on the General Market Price Index (IGP-M).

The Company and its subsidiaries adopt the procedures and standards established in CFC Resolution 1266/09 and CPC 17 (R1), OCPCs 1 (R1) and 4 and ICPC 2 for the recognition of revenues from real estate operations. Consequently, receivables from units sold but not yet completed are not fully reflected in the consolidated interim financial information, since recording them is limited to the portion of revenue recorded under the percentage-of-completion method, net of the installments already received.

The balances of trade receivables from uncompleted units were calculated based on the estimated period up to the delivery of properties sold, using the highest rate between the average yield rate of government securities (NTN-B) and the average funding rate charged on the Company's borrowings, free from inflation adjustment. The average rate used for the six-month period ended June 30, 2016 was 6.11% per year (6.85% as at June 30, 2015 and 6.64% as at December 31, 2015).

The net present value adjustment accounted for in profit or loss, in line items 'Revenue from property development' and 'Resale of properties', totaled R\$6,100 in the six-month period ended June 30, 2016 (R\$4,423 as at June 30, 2015).

The allowance for doubtful debts is recognized when there is objective evidence that the Company and its subsidiaries will not be able to collect all the amounts due at their original due dates. If there are any indications that the amount recorded is lower than the recoverable amount of trade receivables, an allowance will be recognized. (See allowance for contract terminations, note 19.)

As supplemental information, the balance of 'Trade receivables', taking into consideration the balance not yet reflected in the interim financial information relating to the real estate development and resale activity, is as follows:

Real estate development and resale:	Parent		Consolidated	
	06/2016	2015	06/2016	2015
Total in current assets	27,466	6,723	2,697,413	2,879,386
Total in noncurrent assets	17,901	820	862,899	958,646
	45,367	7,543	3,560,312	3,838,032
Total sales contracted - Unrecognized	-	-	2,753,980	3,522,506
Portion classified as advances from customers	-	-	(113,567)	(64,368)
	45,367	7,543	6,200,724	7,296,170
Current	27,466	6,723	3,534,164	4,082,573
Noncurrent	17,901	820	2,666,560	3,213,597

The noncurrent portion of assets is determined by the amounts expected to be received 12 months after the interim financial information reporting date.

Aging list of the portfolio of receivables from property development and resale

The portfolio below is based on expected collections, taking into account recognized and unrecognized revenue, as follows:

	Parent		Consolidated	
	06/2016	2015	06/2016	2015
12 months	27,466	6,723	3,534,164	4,082,573
24 months	6,581	600	1,911,212	1,824,071
36 months	4,988	152	518,341	988,289
48 months	2,838	57	108,830	234,939
Above 48 months	3,494	11	128,177	166,298
Total	45,367	7,543	6,200,724	7,296,170

As at June 30, 2016, the receivables past due over 360 days in the receivables portfolio amounted to R\$55,529, in Consolidated.

6. PROPERTIES FOR SALE

Refers to costs of real estate units available for sale (both completed and under construction), land for future developments and advances for acquisition of land, as follows:

		Parent		Consolidated	
		6/2016	2015	6/2016	2015
Properties under construction		11,756	10,870	2,038,362	1,906,313
Completed properties		3,167	367	901,932	750,773
Land for future developments	(a)	28,561	27,062	2,000,177	2,124,589
Advances for the acquisition of land		-	-	123,208	110,284
Interest capitalized in inventories	(b)	-	-	211,917	201,655
		43,484	38,299	5,275,596	5,093,614
Current		14,923	11,238	3,681,014	3,169,305
Noncurrent		28,561	27,061	1,594,582	1,924,309

(a) Land for future development is classified in current assets or noncurrent assets based on the expected launch period of the real estate Projects, which is periodically revised by Management. Properties under construction and completed units are classified in current assets taking into account their availability for sale.

(b) The balance of charges capitalized, on a consolidated basis, totaled R\$116,639 relating to charges of the Financial Housing System (SFH) and R\$95,277 relating to charges on other debts, totaling R\$211,916 as at June 30, 2016 (SFH charges of R\$88,061, charges on other debts of R\$113,595, totaling R\$201,655 as at December 31, 2015).

The recognition of charges capitalized in the consolidated statement of profit and loss, in line item 'Cost of properties sold', totaled R\$87,217 relating to charges of the Financial Housing System (SFH) and R\$11,187 relating to charges of other debts, totaling R\$98,404 as at June 30, 2016 (SFH charges of R\$71,806, charges of other debts of R\$13,094, totaling R\$84,900 as at June 30, 2015), recognized in profit or loss according to OCPC 01 (R1).

7. INVESTMENTS

a) The main information on direct equity interests held is summarized below:

Companies:	Equity interest - %				Equity		Profit (loss)		Investment		Share of profit (loss) of	
	06/2016		2015				for the period		06/2016	2015	06/2016	06/2015
	Total	Direct	Total	Direta	06/2016	2015	06/2016	06/2015				
Arizona Investimento Imobiliária Ltda	50,00	50,00	50,00	50,00	5.441	19.877	(312)	(2.839)	2.721	9.939	(156)	(1.420)
Austria Incorporadora Ltda	50,00	50,00	50,00	50,00	22.770	18.847	(1.244)	(105)	11.387	9.424	(622)	(53)
Cabo Frio Incorporadora Ltda	50,00	50,00	50,00	50,00	34.362	34.375	(208)	(145)	17.172	17.188	(104)	(73)
Camargo Correa Cyrela Empreendimento Imobiliário Spe Ltda	50,00	50,00	50,00	50,00	11.001	9.189	51	22	5.500	4.594	25	11
Canoa Quebrada Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	26.886	26.590	(84)	(55)	26.884	26.587	(84)	(55)
Carapa Empreendimentos Imobiliários Ltda	60,00	60,00	60,00	60,00	27.956	40.683	9.906	503	16.773	24.410	5.943	302
Chr 011 Empreendimentos Imobiliários Ltda	32,50	32,50	32,50	32,50	155.021	189.578	(34.557)	-	50.381	61.613	(11.231)	-
Chr 024 Empreendimentos Imobiliários Ltda	50,00	50,00	50,00	50,00	97.026	94.962	(5.532)	(4.644)	48.513	47.481	(2.766)	(2.322)
Chr 025 Empreendimentos Imobiliários Ltda	50,00	50,00	50,00	50,00	125.925	125.898	26	(7)	62.962	62.949	13	(3)
Chr 030 Empreendimentos Imobiliários Ltda	50,00	50,00	50,00	50,00	106.732	72.946	(1.816)	61	53.366	36.473	(908)	30
Chr 031 Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	112.259	101.301	15.817	58	112.250	101.292	15.817	58
Cipasa Santa Maria Empreendimentos Imobiliários S/A	50,00	50,00	50,00	50,00	28.586	25.571	1.575	3.226	14.293	12.786	787	1.613
Costa Maggiore Empreendimentos Imobiliários Ltda	50,00	50,00	50,00	50,00	8.750	10.110	590	278	4.375	5.055	295	139
Country De Investimento Imobiliária Ltda	97,24	72,25	97,24	72,25	12.523	11.393	2.212	(686)	9.051	8.235	1.598	(495)
Cury Construtora E Incorporadora S/A	50,00	50,00	50,00	50,00	307.181	383.546	20.823	61.832	153.592	191.773	11.699	31.766
Cybra De Investimento Imobiliário Ltda	99,99	99,99	99,99	99,99	8.876	122.234	(1.666)	1.034	8.874	122.232	(1.666)	1.034
Cyrela Aconagua Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	53.034	53.002	(1.878)	1.446	53.034	53.002	(1.878)	1.446
Cyrela Alasca Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	11.701	11.889	5.843	6.166	11.700	11.888	5.843	6.166
Cyrela Anis Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	39.230.656	30.718	7.276	1.808	39.226	30.714	7.276	1.808
Cyrela Asteca Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	35.111	27.313	(599)	(7)	35.110	27.312	(599)	(7)
Cyrela Bahia Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	10.492	12.002	755	908	10.491	12.001	755	908
Cyrela Brazil Realty Rjz Empr Imobiliária Ltda	100,00	99,99	100,00	99,99	117.197	53.437	67.019	(15.542)	117.197	53.437	67.019	(15.542)
Cyrela Commercial Properties S.A. Empreendimentos e Participações	1,55	1,47	1,55	1,47	1.196.730	1.200.630	(6.559)	(3.377)	17.638	17.667	(102)	(43)
Cyrela Conquista Empreendimentos Imobiliários Ltda	80,00	80,00	80,00	80,00	17.138	25.233	6.245	143	13.710	20.186	4.996	114
Cyrela Costa Rica Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	7.092	16.361	(9.268)	(122)	7.092	16.360	(9.268)	(122)
Cyrela Cristal Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	22.152	15.717	7.635	(236)	22.153	15.718	7.635	(236)
Cyrela Empreendimentos Imobiliários Comercial Importadora E Exportadora Ltda	100,00	99,99	100,00	99,99	32.847	30.465	1.358	(5.228)	32.847	30.465	1.358	(5.228)
Cyrela Esmeralda Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	14.977	5.147	(408)	10.288	14.977	5.147	(408)	10.288
Cyrela Europa Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	64.918	64.149	1.980	6.370	64.919	64.149	1.980	6.370
Cyrela Extrema Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	19.026	32.282	(13.256)	(3.982)	19.026	32.282	(13.256)	(3.982)
Cyrela Genwood De Investimento Imobiliária Ltda	95,74	54,99	95,74	54,99	28.719	24.188	(670)	(882)	15.795	13.303	(369)	(485)
Chl Lxxviii Incorporações Ltda	(ii)	50,77	50,00	50,00	18.734	19.281	(308)	1.879	9.364	9.641	(154)	940
Cyrela Imobiliária Ltda	100,00	99,99	100,00	99,99	44.883	62.674	(122)	2.749	44.882	62.674	(122)	2.749
Cyrela Índico Empreendimentos Imobiliários Ltda	72,00	72,00	72,00	72,00	43.803	43.475	327	5.146	31.539	31.303	236	3.705
Cyrela Indonesia Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	34.837	30.788	13.483	6.889	34.838	30.789	13.483	6.889
Cyrela Magik Monaco Empreendimentos Imobiliários Ltda	80,00	80,00	80,00	80,00	49.842	47.771	2.561	9.743	39.872	38.215	2.049	7.794
Cyrela Malasia Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	24.898	33.621	(1.723)	(2.332)	24.897	33.620	(1.723)	(2.332)
Cyrela Malibu Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	10.361	10.355	6	(4)	10.361	10.355	6	(4)
Cyrela Manaus Empreendimentos Imobiliários Ltda	99,99	97,55	99,99	97,55	40.519	38.042	(3.890)	2.474	39.529	37.113	(3.795)	2.414
Cyrela Maresias Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,98	8.191	17.262	(4.016)	2.603	8.186	17.257	(4.016)	2.603
Cyrela Montblanc Empreendimentos Imobiliários Ltda	100,00	100,00	100,00	99,99	129.229	186.550	(26.523)	69.763	129.230	186.532	(26.523)	69.756
Cyrela Monza Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	177.858	176.228	1.630	732	177.858	176.228	1.630	732
Cyrela Niss Empreendimentos Imobiliários Ltda	74,99	74,99	74,99	74,99	15.198	21.850	(1.593)	5.289	11.399	16.388	(1.195)	3.967
Cyrela Nordeste Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	134.166	143.782	(9.631)	9.123	134.165	143.781	(9.631)	9.123
Cyrela Pacifico Empreendimentos Imobiliários S/A	79,99	79,99	79,99	80,00	30.089	30.011	78	84	24.070	24.008	62	67
Cyrela Pamplona Empreendimento Imobiliários Ltda	100,00	99,99	100,00	99,99	6.621	10.421	183	489	6.622	10.422	183	489
Cyrela Paris Empreendimentos Imobiliários Ltda	99,99	99,99	99,99	99,99	65.426	47.599	11.425	3.508	65.425	47.599	11.424	3.508
Cyrela Piracema empreendimento Imobiliários. Ltda	(iii)	100,00	99,99	100,00	-	24.119	23.682	(0)	88	24.114	-	(0)
Cyrela Porto Velho Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	9.871	16.721	(4.288)	(2.740)	9.871	16.721	(4.288)	(2.740)
Cyrela Portugal Empreendimentos Imobiliários Ltda	(ii)	100,00	99,99	75,99	51.620	55.105	(1.480)	(90)	51.627	41.879	(1.480)	(69)
Cyrela Puglia Empreendimentos Imobiliários Ltda	99,99	99,99	99,99	99,99	2.313	16.438	2.035	19.506	2.306	16.431	2.034	19.504
Cyrela Recife Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	143.906	107.412	25.370	(6.054)	143.906	107.401	25.370	(6.053)
Cyrela Rjz Construtora E Empreendimentos Imobiliários Ltda	100,00	84,16	100,00	84,16	94.130	87.163	1.443	(20.756)	79.226	73.362	1.214	(17.469)
Cyrela Rjz Empreendimentos Imobiliários Ltda	97,45	59,90	97,45	59,90	96.882	111.679	(1.163)	4.666	58.032	66.895	(697)	2.795
Cyrela Rjz Jcgentio Empreendimentos Imobiliária Ltda	42,99	24,99	42,99	24,99	174.075	172.765	1.310	20.584	43.520	43.192	328	5.146
Cyrela Suecia Empreendimentos Imobiliários Ltda	100,00	50,00	100,00	50,00	112.622	122.301	(9.680)	43.034	56.310	61.322	(4.840)	21.527
Cyrela Vermont De Investimento Imobiliária Ltda	97,89	50,00	97,89	50,00	13.548	13.476	(4)	(20)	6.774	6.738	(2)	(10)
Cyrela Violeta Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	17.599	17.431	(1)	(2)	17.598	17.430	(1)	(2)
Cyrela Volpago Empreendimento Imobiliários Ltda	(iii)	99,99	99,99	99,99	-	441	112.099	(7)	3.510.659	441	-	(7)
Cyrsa S/A	50,00	50,00	50,00	50,00	8.502	12.553	1.612	1.331	4.250	6.276	806	666
Ebrus Empreendimentos Imobiliária. Ltda	59,41	30,00	59,41	30,00	22.857	16.935	1.889	1.919	6.858	5.081	567	576
Fazenda Sao Joao Empreendimentos Imobiliários Spe Ltda	85,00	85,00	85,00	84,99	23.271	23.240	(25)	(24)	19.779	19.753	(22)	(20)
Flamingo Investimento Imobiliária Ltda	100,00	99,99	100,00	99,99	11.324	9.735	(76)	(15)	11.323	9.734	(76)	(15)
Gliese Incorporadora Ltda	57,53	57,53	57,53	57,53	48.554	48.156	398	304	27.936	27.708	229	175
Goldsztein Cyrela Empreendimentos Imobiliários S/A	100,00	99,99	100,00	100,00	661.812	699.183	(3.372)	21.918	661.811	699.183	(3.372)	21.372
Iracema Incorporadora Ltda	50,00	50,00	50,00	50,00	55.668	54.457	(2)	(237)	27.846	27.228	(1)	(119)
Kalahari Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	10.088	10.028	4.775	826	10.088	10.027	4.775	826
Líder Cyrela Df 01 Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	34.261	35.602	(1.342)	(3.418)	34.257	35.599	(1.342)	(3.417)
Living Cedro Empreendimentos Imobiliários Ltda	100,00	50,00	100,00	50,00	37.424	21.374	19.658	11.035	18.712	10.687	9.829	5.517
Living Empreendimentos Imobiliários Sa	100,00	99,99	100,00	99,99	688.358	684.992	38.375	84.717	688.360	684.992	38.375	84.717
Living Laranjal Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	12.866	12.862	0	(330)	12.864	12.860	0	(330)
Rua dos Alpes Empreendimentos Imobiliários S.A	100,00	99,99	100,00	99,99	25.900	25.891	9	(427)	25.899	25.890	9	(427)
Lombok Incorporadora Ltda	100,00											

Cyrela Brazil Realty S.A. Empreendimentos e Participações

Companies:	Equity interest - %				Equity		Profit (loss) for the period		Investment		Share of profit (loss) of	
	06/2016		2015		06/2016	2015	06/2016	06/2015	06/2016	2015	06/2016	06/2015
	Total	Direct	Total	Direta								
Ravenna Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	39.639	42.395	2.825	1.419	39.639	42.394	2.825	1.419
Rouxinol Salvador Alende Empreendimentos Imobiliários Ltda	50,00	50,00	50,00	50,00	7.055	17.629	(674)	217	3.528	8.815	(337)	108
Scp Veredas Bunitis Fase II	6,00	6,00	6,00	6,00	19.468	18.959	509	920	1.170	1.139	31	55
Seller Consultoria Imobiliária E Representações Ltda	100,00	99,99	100,00	99,99	17.395	16.581	(13.311)	(23.393)	17.394	16.580	(13.311)	(23.393)
Sevilha Empreendimentos Imobiliários Ltda	100,00	99,99	100,00	99,99	10.555	5.330	5.358	894	10.556	5.331	5.358	894
Sk Edson Empreendimentos Imobiliários Spe Ltda	65,00	30,00	65,00	30,00	32.835	37.627	1.863	20.482	9.850	11.288	559	6.145
Sk Realty Empreendimentos Imobiliários S/A	50,00	50,00	50,00	50,00	154.199	145.661	10.383	14.280	77.100	73.130	4.768	10.460
Spe Barbacena Empreendimentos Imobiliários	(iv)	50,00	50,00	-	46.622	-	11.561	-	23.311	-	5.780	-
Spe Brasil Incorporação 20 Ltda		50,00	50,00	50,00	24.742	24.746	(4)	(6)	12.371	12.374	(2)	(3)
Spe Brasil Incorporação 28 Ltda		50,00	50,00	50,00	24.046	19.111	4.612	2.815	12.024	9.556	2.306	1.407
Spe Brasil Incorporação 29 Ltda		50,00	50,00	50,00	9.182	11.488	(152)	277	4.591	5.744	(76)	139
Spe Brasil Incorporação 83 Ltda		50,00	50,00	50,00	13.728	12.704	1.120	856	6.865	6.352	560	428
Spe Faicalville Incorporação 1 Ltda		50,00	50,00	50,00	32.878	33.012	(1.148)	572	16.439	16.506	(574)	286
Spe Chl Cv Incorporações Ltda	(ii)	50,77	50,00	50,00	30.698	28.611	(4.526)	4.356	15.348	14.306	(2.263)	2.178
Suriname Empreendimentos Imobiliários Ltda		75,91	56,00	75,91	56,00	3.587	11.171	(988)	2.647	2.006	6.253	(554)
Tamoios Empreendimentos Imobiliários Spe Ltda		59,99	59,99	59,99	59,99	29.698	29.562	120	(70)	17.818	17.737	72
Tapira Empreendimentos Imobiliários Ltda	(ii)	25,27	24,75	33,00	33,00	153.328	117.927	1.497	51	38.320	38.916	378
Toulon Empreendimentos Imobiliários Spe Ltda		100,00	99,99	100,00	99,99	26.414	26.416	(1)	(1)	26.416	26.417	(1)
Vinson Empreendimentos Imobiliários Ltda	(ii)	74,51	50,00	75,00	50,00	108.406	106.622	(3.926)	(919)	54.203	53.311	(1.963)
Other 240 SPEs with balances up to R\$10,000					333.465	392.839	(11.768)	(45.314)	292.144	319.430	(19.607)	(60.861)
Subtotal									5.474.659	5.633.375	174.584	315.100
Interest capitalization (i)									66.267	69.507	(7.283)	(9.462)
									5.540.925	5.702.882	167.301	305.638

- (i) The Parent's investments include capitalized interest on borrowings, financing and debentures that are directly related to the real estate projects of its investees. In consolidated, these amounts are capitalized in inventories, as explained in note 6.
- (ii) Change due to the increase (decrease) in equity interests.
- (iii) Refers to the merger/corporate restructuring whereby the company, previously an indirect subsidiary, became a direct subsidiary.
- (iv) Refers to the incorporation of a new company

Variations in the Company's investments are as follows:

	Parent	Consolidated
Balance as at December 31, 2014	6,185,689	694,614
Capital subscription / (decrease)	(145,549)	62,792
Dividends	(513,741)	(30,919)
Share of profit (loss) of subsidiaries	305,638	30,880
Interest capitalization	10,179	-
Balance as at June 30, 2015	5,842,216	757,367
Balance as at December 31, 2015	5,702,882	745,841
Capital subscription / (decrease)	(40,531)	(47,091)
Dividends	(292,770)	(8,614)
Share of profit (loss) of subsidiaries	167,301	20,814
Interest capitalization	4,043	-
Balance as at June 30, 2016	5,540,925	710,950

b) The main information on the Company's indirect investments is summarized as follows:

		Total equity		Equity		Profit (loss) for the period	
		06/2016	2015	06/2016	2015	06/2016	06/2015
Abdo Empreendimentos Imobiliários Ltda		100,00	100,00	26.092	20.947	1	(3)
Alabama Empreendimentos Imobiliários Ltda		49,02	49,02	19.279	13.929	1.177	262
Andorra Empreendimentos Imobiliários Ltda		80,00	80,00	51.917	46.264	17.542	9.598
Australia Empreendimentos Imobiliários Ltda		100,00	100,00	23.722	36.432	18	10.183
Batel Empreendimentos Imobiliários Ltda	(i)	80,00	95,00	29.360	33.942	2.918	5.930
Campos Sales Empreendimentos Imobiliários Ltda		40,00	40,00	37.140	31.656	5.483	4.597
Cbr 008 Empreendimentos Imobiliários Ltda		100,00	100,00	60.549	44.328	(1.236)	12.721
Cyrela Ccp Canela Empreendimentos Imobiliários Ltda	(i)	50,78	50,00	32.294	32.123	(2)	(156)
Cyrela Qg-Terra Encantada Empreendimentos Imobiliários Ltda		50,00	50,00	8.415	8.415	-	-
Cyrela Andrade Mendonca Jcpm Empreendimentos Imobiliários Spe S/A		85,00	85,00	56.560	44.235	(2.117)	3.884
Cyrela Diamante Empreendimentos Imobiliários Ltda	(i)	51,78	51,02	14.655	16.090	385	2.917
Cyrela México Empreendimentos Imobiliários Ltda		100,00	100,00	4.720	12.027	652	6.968
Cyrela Parana Empreendimentos Imobiliários Ltda		100,00	100,00	40.329	51.324	(8.805)	23.272
Cyrela Polinesia Empreendimentos Imobiliários Ltda		100,00	100,00	81.873	98.789	3.632	47.986
Cyrela Somerset De Investimentos Imobiliários Ltda		83,00	83,00	25.362	27.389	(657)	1.529
Cyrela Sul 001 Empreendimentos Imobiliários Spe Ltda		92,50	92,50	31.643	33.548	16.228	(475)
Cyrela Sul 002 Empreendimentos Imobiliários Spe Ltda		92,50	92,50	11.369	13.269	1.847	(78)
Cyrela Sul 003 Empreendimentos Imobiliários Spe Ltda		92,50	92,50	14.462	12.249	(133)	1
Cyrela Sul 004 Empreendimentos Imobiliários Spe Ltda		92,50	92,50	16.150	14.960	(10)	(79)
Cyrela Sul 006 Empreendimentos Imobiliários Spe Ltda		92,50	92,50	13.866	8.524	782	(29)
Cyrela Tupiza Empreendimentos Imobiliários Ltda		100,00	100,00	15.098	16.884	(1.786)	(835)
Dgc Agua Verde Ltda		95,00	95,00	18.740	20.817	(950)	794
Dgc Ecoville Dois Ltda		80,00	80,00	11.353	9.563	(607)	(1.444)
Dgc João Gualberto Ltda		95,00	95,00	31.181	34.965	2.953	1.072
Dgc Living Parana Empreendimentos Imobiliários Ltda		95,00	95,00	12.984	14.326	(764)	1.590
Dgc Map Parana Empreendimentos Imobiliários Ltda	(i)	88,25	95,00	19.887	7.694	6.618	(204)
Dgc Paulo Gorski Ltda		95,00	95,00	15.304	13.811	(1.796)	(3.460)
Dgc Pinheirinho Empreendimentos Imobiliários Ltda		95,00	95,00	18.538	24.405	1.185	(2.311)
Dgc Santa Quiteria Tres Ltda		95,00	95,00	4.581	7.668	(887)	360
Dover Empreendimentos Imobiliários Ltda		49,02	49,02	27.367	23.851	3.516	7.531
Farroupilha Empreendimentos Imobiliários S/A		100,00	100,00	11.017	18.805	2.008	(2.851)
Garibaldi Empreendimentos Imobiliários Ltda		100,00	100,00	32.550	34.210	7.646	8.087
Gcln Incorporações E Empreendimentos Ltda		80,00	80,00	42.670	48.620	(5.950)	(11.915)
Gcw Capao Da Cnoa Empreendimentos Imobiliários Ltda		60,00	60,00	15.462	15.323	(2)	(9)
Jardim Leao Empreendimentos Imobiliários Ltda		100,00	100,00	25.733	29.498	(3.715)	3.308
Jardim Loureiro Da Silva Empreendimentos Imobiliários Ltda		65,00	65,00	25.235	28.628	6.607	4.993
Living 006 Empreendimentos Imobiliários Ltda		100,00	100,00	9.891	10.908	1.131	3.644
Living Abaete Empreendimentos Imobiliários Ltda		100,00	100,00	1.768	8.311	5.271	8.400
Living Afenas Empreendimentos Imobiliários Ltda		100,00	100,00	363	7.983	(13.793)	10.551
Living Amoreira Empreendimentos Imobiliários Ltda		100,00	100,00	8.717	7.351	(4)	(175)
Living Amparo Empreendimentos Imobiliários Ltda		100,00	100,00	41.750	36.932	(608)	4.565
Living Apiai Empreendimentos Imobiliários Ltda		100,00	100,00	60.053	49.562	8.379	13.811
Living Batatais Empreendimentos Imobiliários Ltda		100,00	100,00	25.022	13.731	2.037	490
Living Batbacena Empreendimentos Imobiliários Ltda		100,00	100,00	18.656	20.111	6.901	5.889
Living Brotas Empreendimentos Imobiliários Ltda		100,00	100,00	13.412	9.970	(988)	(288)
Living Carita Empreendimentos Imobiliários Ltda		100,00	100,00	11.074	8.521	(180)	(637)
Living Indiana Empreendimentos Imobiliários Ltda		100,00	100,00	8.692	3.622	1.213	5.732
Living Ipe Empreendimentos Imobiliários Ltda		100,00	100,00	8.592	6.480	2.454	2.000
Living Jacaranda Empreendimentos Imobiliários Ltda		100,00	100,00	17.218	14.861	8.423	3.549
Living Martini Empreendimentos Imobiliários Ltda		100,00	100,00	7.368	3.926	4.603	1.513
Living Nazare Empreendimentos Imobiliários Ltda		100,00	100,00	132	8.624	103	3.837
Living Panama Empreendimentos Imobiliários Ltda		100,00	100,00	124.756	117.425	(22.677)	14.877
Living Pirassununga Empreendimentos Imobiliários Ltda		100,00	100,00	1.572	5.461	143	2.991
Living Pitangui Empreendimentos Imobiliários Ltda		100,00	100,00	20.734	14.324	5.990	349
Living Provance Empreendimentos Imobiliários Ltda		100,00	100,00	23.509	15.608	4.434	2.957
Living Ribeirao Empreendimentos Imobiliários Ltda		100,00	100,00	12.381	11.249	92	347
Living Sul Empreendimentos Imobiliários Ltda		100,00	100,00	122.644	159.231	(19.692)	7.672
Mac 11 De Junho Empreendimentos Imobiliários Ltda		49,45	49,45	18.832	24.900	411	5.663
Mac Australia Empreendimentos Imobiliários Ltda		49,45	49,45	35.177	36.994	(1.817)	10.394
Mac Barcelona Empreendimentos Imobiliários Ltda		49,45	49,45	10.096	4.950	5.146	1.297
Mac Madri Empreendimentos Imobiliários Ltda		49,45	49,45	10.747	22.333	7.077	5.187
Mac Massachusetts Empreendimentos Imobiliários Ltda		50,00	50,00	10.800	9.066	1.735	(1.259)
Mac Milao Empreendimentos Imobiliários Ltda		49,45	49,45	15.512	12.506	1.006	791
Mac Nova York Empreendimentos Imobiliários Ltda		49,45	49,45	9.314	27.736	6.865	3.418
Mac Nova Zelandia Empreendimentos Imobiliários Ltda		49,45	49,45	3.720	7.620	1.300	5.320
Mac Otacilio Empreendimentos Imobiliários Ltda		50,00	50,00	33.988	31.249	2.739	9.502
Mac Pionner-4 Empreendimentos Imobiliários Ltda		50,00	50,00	14.318	14.041	(6)	(3)
Mac Rio Das Pedras Empreendimentos Imobiliários Ltda		50,00	50,00	6.364	7.635	3.125	570
Mac Roma Empreendimentos Imobiliários Ltda		50,00	50,00	25.653	24.017	(2)	(4)
Mac Texas Empreendimentos Imobiliários Ltda		49,02	49,02	22.248	21.079	(3)	(3)
Oaxaca Incorporadora Ltda		100,00	100,00	81.189	113.892	(22.162)	(12.788)
Pascal 1777 Empreendimentos Imobiliários Spe Ltda		49,50	49,50	9.277	11.082	709	250
Pirapitingui Empreendimentos Imobiliários Ltda		49,50	49,50	10.801	10.812	6.369	7.828
Plano Angelim Empreendimentos Imobiliários Ltda		100,00	100,00	12.324	2.906	(1.090)	(3)
Plano Aroeira Empreendimentos Imobiliários Ltda		100,00	100,00	5.279	4.553	(1.603)	1.355
Plano Cedro Empreendimentos Imobiliários Ltda		100,00	100,00	19.440	16.948	4.861	2.700
Plano Cerejeiras Empreendimentos Imobiliários Ltda		100,00	100,00	12.148	15.422	2.128	7.348
Plano Eucalipto Empreendimentos Imobiliários Ltda		100,00	100,00	11.015	9.441	(51)	(0)
Plano Flamboyant Empreendimentos Imobiliários Ltda		100,00	100,00	17.673	18.775	3.262	5.755
Plano Ipe Empreendimentos Imobiliários Ltda		100,00	100,00	6.181	5.162	(51)	(362)
Plano Jacaranda Empreendimentos Imobiliários Ltda		100,00	100,00	16.481	21.854	4.521	2.597
Plano Jequitiba Empreendimentos Imobiliários Ltda		100,00	100,00	(2.968)	(3.312)	1.862	8.993
Plano Limoeiro Empreendimentos Imobiliários Ltda		100,00	100,00	17.586	14.438	847	(1.283)
Plano Macieira Empreendimentos Imobiliários Ltda		100,00	100,00	34.653	28.606	(784)	499
Plano Mangueira Empreendimentos Imobiliários Ltda		100,00	100,00	17.073	12.311	(10)	(2.045)
Plano Mogno Empreendimentos Imobiliários Ltda		100,00	100,00	27.505	30.351	1.666	1.362

Cyrela Brazil Realty S.A. Empreendimentos e Participações

	Total equity		Equity		Profit (loss) for the period	
	06/2016	2015	06/2016	2015	06/2016	06/2015
Plano Palmeiras Empreendimentos Imobiliários Ltda	100,00	100,00	8.813	10.831	3.202	3.036
Plano Peroba Empreendimentos Imobiliários Ltda	100,00	100,00	7.570	3.079	(1.532)	(26)
Plano Pitangueiras Empreendimentos Imobiliários Ltda	100,00	100,00	23.940	23.390	1.734	(868)
Plano Seringueira Empreendimentos Imobiliários Ltda	100,00	100,00	2.275	3.562	(421)	6.598
Cyrela Piracema empreendimento Imobiliários. Ltda	(iii) 100,00	100,00	24.119	23.682	-	88
Scp Empreendimentos 2012	49,45	49,45	103.401	147.900	19.988	32.069
Scp Empreendimentos 2013	49,03	49,03	242.458	227.076	3.843	8.098
Scp Mac Projetos	48,25	48,25	4.128	5.271	607	1.346
Seattle Empreendimentos Imobiliários Ltda	49,02	49,02	91.544	90.762	(2)	(382)
Sk Antonio Macedo Empreendimentos Imobiliários Spe Ltda	50,00	50,00	14.706	10.137	4.360	(847)
Sk Joaquim Ferreira Lobo Empreendimentos Imobiliários Spe Ltda	50,00	50,00	8.197	7.779	(13)	(52)
Sk Jurucê Empreendimentos Imobiliários Spe Ltda	50,00	50,00	18.007	17.729	(177)	(133)
Sk Mourato Coelho Empreendimentos Imobiliários Spe Ltda	50,00	50,00	13.100	13.071	(23)	(109)
Ssb Empreendimentos Imobiliários Spe S/A	84,25	84,25	12.385	14.403	(1.963)	3.780
Torres Vedras Empreendimentos Imobiliários Ltda	80,00	80,00	26.812	39.106	2.542	5.467
Venancio Aires Empreendimentos Imobiliários Spe Ltda	50,00	50,00	10.360	10.344	9	(5)
Vero Sta Isabel Empreendimentos Imobiliários Spe Ltda	100,00	100,00	13.503	29.768	650	(3.411)
Vnss Empreendimentos Imobiliários Spe S/A	81,99	81,99	64.070	63.869	201	(671)
Ccisa 02 Incorporadora Ltda	49,95	49,95	16.554	13.957	3.471	2.224
Ccisa 03 Incorporadora Ltda	25,00	25,00	79.523	77.167	2.356	2.204
Ccisa 04 Incorporadora Ltda	49,95	49,95	21.312	19.592	1.719	6.809
Ccisa 05 Incorporadora Ltda	25,00	25,00	59.413	75.664	1.139	5.723
Ccisa 09 Incorporadora Ltda	49,95	49,95	2.971	513	6.070	5.856
Ccisa 10 Incorporadora Ltda	49,95	49,95	6.501	5.322	1.179	4.652
Ccisa 11 Incorporadora Ltda	49,95	49,95	14.748	10.305	4.443	3.509
Ccisa 14 Incorporadora Ltda	49,95	49,95	21.287	4.454	1.694	1.664
Ccisa 21 Incorporadora Ltda	49,95	49,95	8.439	5.125	3.313	1.716
Chillan Investimentos Imobiliários Ltda	25,00	25,00	30.331	30.099	4.232	5.098
Cyrela Milao Empreendimentos Imobiliários S.A.	(i) 49,50	48,72	5.242	6.399	86	1.075
Cyrela Tennessee Empreendimentos Imobiliários S/A	(i) 49,11	48,72	9.179	9.798	(619)	731
Dalaveca Incorporadora Ltda	50,00	50,00	14.645	18.962	1.684	1.691
Galeria Boulevard Negocios Imobiliários S/A	48,62	48,63	11.870	11.902	-	(51)
Imperio Do Ocidente Incorporações Ltda	50,00	50,00	18.486	15.248	3.238	1.993
Jacira Reis Empreendimentos Imobiliários Ltda	50,00	50,00	37.720	45.498	(4.557)	4.926
Lamballe Incorporadora Ltda	40,00	40,00	36.786	25.709	11.077	3.320
Mãos Dadas Empreendimentos Imobiliários S/A	40,00	40,00	8.537	8.716	307	584
Mnr6 Empreendimentos Imobiliários S/A	35,00	35,00	33.896	30.768	3.128	2.171
Rgc Urbanismo Ltda	50,00	50,00	14.893	14.893	(0)	7
Saint Simon Incorporadora Ltda	75,00	75,00	3.879	5.485	(1.607)	3.567
Salmiana Empreendimentos S/A	50,00	50,00	6.397	6.465	(88)	(634)
Santo Eliseu Empreendimentos Imobiliários Ltda	50,00	50,00	9.913	9.913	0	(0)
Scp - Balneario Costa Do Sol	20,00	20,00	14.729	14.729	(278)	(278)
Spe Brasil Incorporações 55 Ltda	50,00	50,00	18.959	19.666	(406)	381
Teresopolis Empreendimentos Imobiliários Ltda	80,00	80,00	12.712	12.815	426	137
Topazio Brasil Empreendimentos Imobiliários Spe Ltda	50,00	50,00	31.632	24.246	86	(654)
Villa Real Incorporadora Ltda	75,00	75,00	9.522	9.513	9	(101)
Bello Villarrinho Empreendimentos Imobiliários Ltda	50,00	50,00	13.763	12.220	(0)	-
Cyrela Sul 008 Empreendimentos Imobiliários Spe Ltda	(i) 90,00	92,50	23.168	8.383	(461)	(26)
Sk Ipojuca Empreendimentos Imobiliários Ltda	50,00	50,00	13.850	13.657	(37)	(79)
Jaguariuna empreendimentos imobiliários ltda	50,00	50,00	36.786	1.920	11.077	-
api spe 35-planejamento e desenvolvimento de empreendimentos imobiliários Ltda	50,00	50,00	6.672	6.378	294	-
Madison Propriedades Imobiliarias Ltda	100,00	100,00	12.621	14.529	(2.114)	1.772
Ak 19 - Empreendimentos E Participações Ltda	26,00	26,00	41.784	-	4.827	-
Alphaville Nova Esplanada 3 Empreendimentos Ltda	(ii) 25,00	-	53.109	-	3.680	-
Other 274 SPEs			122.939	140.548	(10.892)	20.333

(i) Change due to the increase (decrease) in equity interests.

(ii) Refers to the incorporation of a new company

(iii) Refers to the corporate restructuring merger whereby the company, previously an indirect subsidiary, became a direct subsidiary.

Cyrela Brazil Realty S.A. Empreendimentos e Participações

c) The total balances of the balance sheet and statement of profit or loss accounts of the consolidated companies, joint ventures or associates, either direct and indirect, considered in the consolidated interim financial information as at June 30, 2016 and December 31, 2015, may be summarized as follows:

	Equity interests - %		06/2016			2015			06/2015	
	06/2016	2015	Assets	Liabilities	Equity	Profit (loss) for the period	Assets	Liabilities	Equity	Profit (loss) for the period
Abdo Empreendimentos Imobiliários Ltda	100,00	100,00	26.167	75	26.092	1	21.223	277	20.946	(3)
Ak 19 - Empreendimentos E Participações Ltda	26,00	26,00	124.950	83.165	41.785	4.827	-	-	-	-
Alabama Empreendimentos Imobiliário, Ltda	49,02	49,02	28.118	8.839	19.279	1.177	21.154	7.225	13.929	262
Alphaville Nova Esplanada 3 Empreendimento Ltda	25,00	-	64.161	11.052	53.109	3.680	-	-	-	-
Andorra Empreendimentos Imobiliários Ltda	79,99	79,99	70.187	18.270	51.917	17.542	49.955	3.690	46.265	9.598
Asgra Dos Reis Empreendimentos Imobiliário Ltda	88,07	88,07	6.239	28.614	(285)	497	13.582	20.572	(6.995)	(1.360)
Api spe 35-Planejamento e desenvolvimento de Empreendimentos imobiliários	49,99	49,99	21.505	14.833	6.672	294	10.693	4.315	6.378	-
Arizona Investimento Imobiliário Ltda	50,00	50,00	8.786	3.345	5.441	(312)	21.484	1.606	19.878	(2.839)
Australia Empreendimentos Imobiliários Ltda	100,00	100,00	42.088	18.366	23.722	18	59.017	22.584	36.432	10.183
Austria Empreendimentos Imobiliários Ltda	50,00	50,00	24.699	1.929	22.770	1.244	19.864	1.017	18.847	(105)
Batel Empreendimentos Imobiliários Ltda	95,00	95,00	88.274	28.914	29.918	46.721	46.721	12.779	33.942	5.930
Brazil Realty - Cia Securitizadora De Creditos Imobiliário	100,00	100,00	196.079	194.728	1.350	(661)	365.016	363.217	1.800	(584)
Cabo Frio Incorporadora Ltda	50,00	50,00	34.422	60	34.362	(208)	34.393	18	34.375	(145)
Cacapava Empreitada De Lavor Ltda	99,99	99,99	14.075	17.241	(3.167)	(12.754)	20.262	19.066	1.196	739
Campos Sales Empreendimentos Imobiliários Ltda	40,00	40,00	61.790	24.651	37.140	5.483	57.890	26.233	31.657	4.597
Canoa Quebrada Empreendimentos Imobiliários Ltda	100,00	100,00	27.149	283	26.866	(84)	26.655	66	26.589	(55)
Carapa Empreendimentos Imobiliários Ltda	60,00	60,00	62.509	34.552	27.956	9.906	45.635	4.952	40.683	503
Chr 008 Empreendimentos Imobiliários Ltda	100,00	100,00	199.781	139.233	60.548	(1.236)	190.977	146.649	44.328	12.721
Chr 011 Empreendimentos Imobiliários Ltda	32,50	32,50	205.796	50.775	155.021	(34.557)	295.779	106.202	189.578	-
Chr 024 Empreendimentos Imobiliários Ltda	50,00	50,00	205.750	108.724	97.026	(5.532)	203.207	108.245	94.962	(4.644)
Chr 025 Empreendimentos Imobiliários Ltda	50,00	50,00	126.475	550	125.925	26	125.901	2	125.899	(7)
Chr 030 Empreendimentos Imobiliários Ltda	50,00	50,00	217.501	110.769	106.732	(1.816)	195.657	122.711	72.946	61
Chr 031 Empreendimentos Imobiliários Ltda	100,00	100,00	130.275	18.016	112.259	15.817	111.191	9.890	101.302	58
Chr029 Empreendimentos Imobiliário Ltda	99,99	99,99	223	-	222	(546)	25.672	24.904	768	(150)
Cicisa 02 Incorporadora Ltda	49,95	49,95	22.570	16.016	16.554	3.471	33.026	19.069	13.957	2.224
Cicisa 03 Incorporadora Ltda	25,00	25,00	89.373	9.823	79.550	2.356	87.021	9.854	77.167	2.204
Cicisa 04 Incorporadora Ltda	49,95	49,95	66.631	45.319	21.312	1.719	68.057	48.464	19.593	6.809
Cicisa 05 Incorporadora Ltda	25,00	25,00	81.112	21.699	59.413	1.139	97.829	22.165	75.664	5.723
Cicisa 09 Incorporadora Ltda	49,95	49,95	22.471	19.500	2.971	6.070	34.993	34.480	513	5386
Cicisa11 Incorporadora Ltda	49,95	49,95	33.020	18.272	14.748	4.443	40.927	30.623	10.305	3.509
Cicisa12 Incorporadora Ltda	49,95	49,95	23.251	18.725	4.526	811	16.307	12.991	3.316	1.233
Cicisa14 Incorporadora Ltda	49,95	49,95	66.606	45.319	21.287	1.694	17.062	12.608	4.454	1.664
Cicisa21 Incorporadora Ltda	49,95	49,95	23.299	14.861	8.439	3.313	20.913	15.787	5.126	1.716
Cicisa25 Incorporadora Ltda	49,95	49,95	27.088	25.309	1.789	1.911	17.254	17.286	(32)	(23)
Cyrela Cpy Canela Empreendimentos Imobiliários Ltda	50,77	50,00	32.319	25	32.294	(2)	32.132	22	32.110	(156)
Cyrela Comarcial Properties S.A. Empreendimentos e Participações	1,55	1,55	2.982.264	2.988.822	1.196.730	(6.599)	3.177.033	1.976.403	1.200.630	(3.377)
Chillan Investimentos Imobiliários Ltda	25,00	25,00	32.086	1.755	30.332	4.232	32.963	2.864	30.099	5.098
Chil LXXVIII Incorporações Ltda	50,77	50,00	35.632	16.899	18.734	(308)	37.108	17.826	19.281	1.879
Cipasa Santa Maria Empreendimentos Imobiliários S/A	50,00	50,00	29.104	518	28.586	1.575	25.862	291	25.571	3.226
Cpyr Construtora E Incorporadora S/A	50,00	50,00	883.958	276.777	307.181	20.823	586.248	202.701	383.547	61.833
Cybra De Investimento Imobiliário Ltda	99,99	99,99	16.989	8.113	8.876	(1.666)	131.443	9.209	122.234	1.034
Cyrela Aconchagua Empreendimentos Imobiliários Ltda	100,00	100,00	54.047	1.012	53.034	(1.878)	55.990	2.988	53.002	1.446
Cyrela Alaska Empreendimentos Imobiliário Ltda	100,00	100,00	55.221	43.520	11.701	5.843	44.975	33.086	11.889	6.166
Cyrela Andrade Mendonça Jcpm Empreendimentos Imobiliários Spe S/A	84,99	84,99	99.973	43.413	56.560	(2.117)	127.196	82.961	44.235	3.884
Cyrela Anis Empreendimentos Imobiliários Ltda	100,00	100,00	65.196	25.965	39.230	7.276	51.234	20.516	30.719	1.808
Cyrela Asteca Empreendimentos Imobiliários Ltda	100,00	100,00	35.649	538	35.111	(599)	27.795	481	27.313	(7)
Cyrela Braga Empreendimentos Imobiliário Ltda	100,00	100,00	19.540	11.275	8.265	996	21.060	14.531	6.529	(75)
Cyrela Brazil Realty Rjz Empri Imobiliária Ltda	100,00	100,00	131.047	13.850	117.197	67.019	89.226	35.789	53.437	(15.542)
Cyrela Costa Rica Empreendimentos Imobiliário Ltda	100,00	100,00	26.192	19.100	7.092	(9.268)	49.626	16.261	33.365	(122)
Cyrela Cristal Empreendimentos Imobiliário Ltda	100,00	100,00	87.290	65.138	22.152	67.765	32.048	15.717	16.331	(236)
Cyrela Diamante Empreendimentos Imobiliário Ltda	51,78	51,02	20.919	6.263	14.655	385	22.361	6.272	16.090	2.917
Cyrela Empreendimentos Imobiliários Comercial Importadora E Exportadora Ltda	100,00	100,00	35.384	2.537	32.847	1.358	32.906	2.442	30.465	(5.228)
Cyrela Esmeralda Empreendimentos Imobiliário Ltda	100,00	100,00	20.430	5.453	14.977	(408)	25.053	19.905	5.147	10.288
Cyrela Europa Empreendimentos Imobiliários Ltda	100,00	100,00	140.754	75.826	64.928	1.980	120.062	55.913	64.149	6.570
Cyrela Extrema Empreendimentos Imobiliários Ltda	100,00	100,00	129.645	110.619	19.026	(13.256)	128.667	96.385	32.282	(3.982)
Cyrela Greenwood De Investimento Imobiliária Ltda	95,74	95,74	33.870	5.151	28.719	(670)	29.450	5.263	24.187	(882)
Cyrela Imobiliária Ltda	100,00	100,00	64.395	19.512	44.883	(122)	72.723	10.049	62.674	2.749
Cyrela Indico Empreendimentos Imobiliários Ltda	72,00	72,00	43.803	43.803	-	327	43.475	-	43.475	5.146
Cyrela Indonesia Empreendimentos Imobiliários Ltda	100,00	100,00	97.217	62.281	34.937	13.483	85.376	54.598	30.788	6.889
Cyrela Jassim Empreendimentos Imobiliário Ltda	99,99	99,99	221.148	13.604	8.544	2.238	17.129	10.220	6.909	832
Cyrela Magik Monaco Empreendimentos Imobiliários Ltda	80,00	80,00	81.869	32.027	49.842	2.561	94.701	46.930	47.771	9.743
Cyrela Magik Otica Empreendimentos Imobiliário Ltda	80,00	80,00	41.267	24.130	17.138	6.245	35.374	10.141	25.233	143
Cyrela Malasia Empreendimentos Imobiliários Ltda	100,00	100,00	32.586	7.688	24.898	(1.723)	41.302	7.681	33.620	(2.332)
Cyrela Manaus Empreendimentos Imobiliários Ltda	99,99	99,99	45.307	4.788	40.519	(3.890)	42.830	4.788	38.042	2.474
Cyrela Maravia Empreendimentos Imobiliários Ltda	100,00	100,00	34.892	26.702	8.191	(4.016)	50.514	33.253	17.261	2.603
Cyrela Mexico Empreendimentos Imobiliário Ltda	100,00	100,00	9.693	4.973	4.719	652	21.447	9.420	12.027	6.998
Cyrela Moinho Empreendimentos Imobiliário Ltda	100,00	100,00	112.269	121.718	(9.449)	(13.981)	122.952	121.263	1.689	(2.411)
Cyrela Monthblanc Empreendimentos Imobiliários Ltda	100,00	100,00	212.505	83.276	129.229	(26.523)	285.484	98.934	186.550	69.763
Cyrela Monza Empreendimentos Imobiliários Ltda	100,00	100,00	275.503	97.645	177.858	1.630	310.047	133.820	176.228	712
Cyrela Niss Empreendimentos Imobiliários Ltda	74,99	74,99	17.400	2.202	15.198	(1.593)	24.682	2.831	21.850	5.289
Cyrela Nordeste Empreendimentos Imobiliários Ltda	100,00	100,00	145.153	10.987	134.166	(9.631)	180.558	36.786	143.782	9.123
Cyrela Pacifico Empreendimentos Imobiliários S/A	79,99	79,99	30.135	46	30.089	78	30.012	-	30.011	84
Cyrela Panama Empreendimentos Imobiliários Ltda	99,99	99,99	111.651	71.321	40.330	(8.805)	148.844	97.519	51.324	23.272
Cyrela Paris Empreendimentos Imobiliários Ltda	99,99	99,99	164.600	99.175	65.425	11.425	153.217	105.618	47.599	3.508
Cyrela Piracema Empreendimentos Imobiliários Ltda	100,00	100,00	30.519	6.400	24.119	(0)	30.088	6.406	23.682	88
Cyrela Polinesia Empreendimentos Imobiliários Ltda	99,99	99,99	180.882	99.010	81.872	3.632	245.863	147.073	98.790	47.986
Cyrela Porto Vello Empreendimentos Imobiliário Ltda	100,00	100,00	15.939	6.068	9.871	(4.288)	20.901	4.180	16.721	(2.740)
Cyrela Portugal Empreendimentos Imobiliários Ltda	100,00	75,99	51.670	50	51.620	(1.480)	65.743	10.639	55.104	(90)
Cyrela Puglia Empreendimentos Imobiliário Ltda	99,99	99,99	21.384	19.070	2.313	2.035	68.610	52.172	16.438	19.506
Cyrela Recife Empreendimentos Imobiliários Ltda	100,00	100,00	384.814	240.908	143.906	25.370	346.659	239.248	107.411	(6.054)
Cyrela Rjz Construtora E Empreendimentos Imobiliários Ltda	100,00	100,00	111.222	17.092	94.130	1.443	99.386	12.223	87.163	(20.756)
Cyrela Rjz Empreendimentos Imobiliários Ltda	97,45	97,45	61.361	35.522	96.882	(1.163)	111.931	252	111.679	4.666
Cyrela Rjz Agostinho Empreendimentos Imobiliário Ltda	42,99	42,99	292.395	118.320	174.075	2.310	319.899	147.134	172.765	20.584
Cyrela Rocaima Empreendimentos Imobiliário Ltda	99,99	99,99	8.888	15.645	(6.757)	(18)	26.229	29.808	(3.578)	(5.910)
Cyrela Somerset De Investimentos Imobiliários Ltda	82,99	82,99	25.831	469	25.362	(657)	27.859	470	27.389	1.529
Cyrela Suecia Empreendimentos Imobiliários Ltda	100,00	100,00	313.635	201.013	112.622	(9.680)	392.829	270.527	122.302	43.034
Cyrela Sul 001 Empreendimentos Imobiliários Spe Ltda	92,50	92,50	75.728	44.084	31.644	16.228	44.603	11.056	33.548	(475)
Cyrela Sul 008 Empreendimentos Imobiliários Spe Ltda	90,00	92,50	23.901	732	23.168	(461)	8.386	2	8.384	(26)
Cyrela Toluca Empreendimentos Imobiliário Ltda	99,99	99,99	48.839	43.269	5.570	8.059	55.234	46.363	8.871	3.805
Cyrela Tupiza Empreendimentos Imobiliário Ltda	100,00	100,00	37.926	22.828	15.097	(1.786)	45.090	28.206	16.884	(835)
Cyrela Volpago Participação Societária S/A	99,99	99,99	759	318	441	(7)	112.426	327	112.099	3510.659

	Equity interests - %		06/2016				2015				06/2015	
	06/2016	2015	Assets	Liabilities	Equity	Profit (loss) for the period	Assets	Liabilities	Equity	Profit (loss) for the period		
Cynsa S/A	50.00	50.00	12.653	4.151	8.502	1.612	21.309	8.757	12.552	1.331		
Dalaveca Incorporadora Ltda	50.00	50.00	15.667	1.022	14.646	1.684	20.225	1.263	18.961	1.691		
Dgc Agua Verde Ltda	95.00	95.00	21.737	2.997	18.740	(950)	22.060	1.243	20.817	794		
Dgc João Gualberto Ltda	95.00	95.00	59.050	27.869	31.181	2.953	54.031	19.066	34.965	1.072		
Dgc Map Paraná Empreendimentos Imobiliário Ltda	88.25	95.00	38.372	18.485	19.887	6.618	7.694	7.694	7.694	(204)		
Dgc Paulo Goski Ltda	95.00	95.00	24.483	9.179	15.304	(1.796)	36.267	22.457	13.810	(3.460)		
Dgc Pinheirão Empreendimentos Imobiliários Ltda	95.00	95.00	19.894	1.356	18.538	1.185	24.996	591	24.405	(2.311)		
Dover Empreendimentos Imobiliários Ltda	49.02	49.02	56.463	29.096	27.367	3.516	52.412	28.561	23.851	7.531		
Ebrus Empreendimentos Imobiliário. Ltda	59.41	59.41	52.255	29.398	22.857	1.889	48.566	31.631	16.935	1.919		
Emanet Incorporadora Ltda	49.95	49.95	67.388	63.321	4.067	504	27.192	25.162	2.030	(483)		
Farmópolis Empreendimentos Imobiliário S/A	99.99	99.99	12.005	989	11.016	2.008	20.007	1.203	18.805	(2.851)		
Fazenda Sao Joao Empreendimentos Imobiliários Spe Ltda	85.00	85.00	23.291	20	23.271	(25)	23.251	12	23.239	(24)		
Galeria Boulevard Desenvolvimento Imobiliário S/A	48.62	48.62	28.729	25.263	3.466	(1)	28.730	25.207	3.523	0		
Galeria Boulevard Negocios Imobiliário S/A	48.62	48.62	71.518	62.648	8.870	-	75.215	63.313	11.902	(51)		
Garibaldi Empreendimentos Imobiliários Ltda	100.00	100.00	47.379	14.829	32.550	7.646	59.878	5.668	54.209	8.087		
Gch Incorporações E Empreendimentos Ltda	79.99	79.99	67.852	25.182	42.670	(5.950)	78.386	29.766	48.620	(11.915)		
Giese Incorporadora Ltda	57.53	57.53	138.854	90.300	48.554	398	138.716	90.560	48.157	304		
Goldstein Cynela Empreendimentos Imobiliários S/A	100.00	100.00	847.341	185.529	661.812	(3.372)	855.606	156.423	699.183	21.918		
Impero Do Ocidente Incorporação Ltda	50.00	50.00	25.646	7.160	18.486	3.238	29.199	13.951	15.248	1.993		
Incarna Incorporadora Ltda	50.00	50.00	55.693	25	55.668	(2)	54.469	13	54.456	(237)		
Jacira Reis Empreendimentos Imobiliários Ltda	49.99	49.99	143.187	105.467	37.720	(4.557)	149.850	104.352	45.499	4.926		
Jaguariuna empreendimentos imobiliários lda	49.99	49.99	69.293	32.508	36.785	11.077	3.023	1.103	1.920	-		
Jardim Leao Empreendimentos Imobiliários Ltda	100.00	100.00	27.861	2.128	25.733	(3.715)	35.843	6.544	29.499	3.338		
Jardim Loureiro Da Silva Empreendimentos Imobiliários Ltda	65.00	65.00	46.781	21.545	25.236	4.607	41.629	18.628	23.001	4.993		
Kakuhari Empreendimentos Imobiliário Ltda	100.00	100.00	37.718	27.630	10.088	4.775	21.248	11.220	10.028	826		
Lamballe Incorporadora Ltda	40.00	40.00	69.293	32.508	36.785	11.077	56.608	30.900	25.709	3.320		
Lider Cynela Df 01 Empreendimentos Imobiliários Ltda	100.00	100.00	35.098	836	34.261	(1.342)	37.892	2.289	35.602	(3.418)		
Living 007 Empreendimentos Imobiliário Ltda	99.99	99.99	24.910	24.903	318	10	24.563	24.550	313	1		
Living Abatejo Empreendimentos Imobiliário Ltda	99.99	99.99	82.098	80.330	1.768	5.271	73.819	65.509	8.311	8.400		
Living Afenas Empreendimentos Imobiliário Ltda	99.99	99.99	120.472	120.109	364	(13.793)	128.235	120.252	7.983	10.551		
Living Amparo Empreendimentos Imobiliários Ltda	100.00	100.00	131.046	89.295	41.750.65	(608)	122.648	85.715	36.932	4.565		
Living Apiaí Empreendimentos Imobiliários Ltda	100.00	100.00	119.231	59.178	60.053	8.579	117.590	68.029	49.561	13.811		
Living Batatas Empreendimentos Imobiliários Ltda	100.00	100.00	84.982	59.880	25.021	2.057	66.466	52.735	13.731	490		
Living Batacena Empreendimentos Imobiliário Ltda	100.00	100.00	65.903	47.247	18.656	6.901	55.976	35.865	20.111	5.889		
Living Botucatu Empreendimentos Imobiliário Ltda	75.00	75.00	85.041	80.376	4.665	4.155	79.663	79.154	510	(69)		
Living Carita Empreendimentos Imobiliário Ltda	100.00	100.00	28.619	17.545	11.074	(180)	22.350	13.829	8.521	(657)		
Living Cedro Empreendimentos Imobiliários Ltda	100.00	100.00	148.208	110.784	37.424	19.658	106.099	84.635	21.374	11.035		
Living Empreendimentos Imobiliários Ss	100.00	100.00	719.341	39.982	688.359	38.375	714.757	29.765	684.992	84.717		
Living Ipe Empreendimento Imobiliário Ltda	99.99	99.99	28.507	19.915	8.592	2.454	25.482	19.002	6.480	2.000		
Living Jacaranda Empreendimentos Imobiliário Ltda	100.00	100.00	45.914	48.692	17.218	8.423	32.716	17.854	14.861	3.549		
Living Martini Empreendimentos Imobiliário Ltda	99.99	99.99	54.000	26.636	7.368	4.603	36.886	32.961	3.925	1.513		
Living Panama Empreendimentos Imobiliários Ltda	100.00	100.00	232.137	107.281	124.756	(22.677)	301.597	184.572	117.425	14.877		
Living Provance Empreendimentos Imobiliário Ltda	100.00	100.00	45.504	21.996	23.508	4.434	34.244	18.636	15.608	2.957		
Living Sul Empreendimentos Imobiliários Ltda	100.00	100.00	134.842	12.198	122.644	(19.692)	174.627	15.396	159.231	7.672		
Lombok Incorporadora Ltda	100.00	100.00	19.404	5.903	13.500	(886)	20.988	6.731	14.256	1.258		
Luanda Empreendimentos Imobiliários Ltda	100.00	100.00	97.107	3.589	93.518	5.083	86.003	686	85.317	(2.525)		
Luzio Brazil Real Estate S/A	50.00	50.00	34.780	5	34.775	(740)	35.541	27	35.515	(781)		
Mac 11 De Junho Empreendimentos Imobiliários Ltda	49.44	49.44	20.373	1.541	18.832	411	37.451	12.551	24.900	5.663		
Mac Australia Empreendimentos Imobiliários Ltda	49.44	49.44	77.878	42.701	35.177	(1.817)	88.993	51.999	36.994	10.394		
Mac Barcelona Empreendimentos Imobiliários Ltda	49.44	49.44	26.968	16.873	10.096	5.146	20.739	15.789	4.950	1.297		
Mac Empreendimentos Imobiliários Ltda	50.00	50.00	723.136	27.574	695.562	36.577	769.249	25.742	723.807	49.142		
Mac Mato Empreendimentos Imobiliários Ltda	49.44	49.44	12.523	1.776	10.747	7.077	46.104	23.772	22.333	5.187		
Mac Massachusetts Empreendimentos Imobiliário Ltda	49.99	49.99	26.056	15.255	10.800	1.735	23.736	14.671	9.065	(1.259)		
Mac Mhao Empreendimentos Imobiliário Ltda	49.44	49.44	35.897	20.385	15.512	1.006	32.977	20.471	12.506	7.291		
Mac Nova York Empreendimentos Imobiliário Ltda	49.44	49.44	10.253	938	9.315	6.865	34.226	6.490	27.736	3.418		
Mac Otacilo Empreendimentos Imobiliários Ltda	49.99	49.99	81.282	47.294	33.988	2.739	79.759	48.509	31.249	9.502		
Mac Roma Empreendimentos Imobiliários Ltda	49.99	49.99	25.670	17	25.653	(2)	26.120	2.103	24.017	(4)		
Mac Texas Empreendimentos Imobiliários Ltda	49.02	49.02	23.764	1.515	22.248	(3)	22.998	1.918	21.079	(3)		
Mac Veneza Empreendimentos Imobiliária Ltda	74.51	74.51	27.964	25	27.939	5	27.558	23	27.534	(2)		
Madsom Propriedades Imobiliários Ltda	100.00	100.00	14.064	14.443	12.621	(2.114)	22.404	7.775	14.529	1.772		
Magnum Investimento Imobiliário Ltda	30.00	30.00	77.321	73.069	4.252	0	73.341	73.088	4.252	54		
Marques De Iru Spe Empreendimentos Imobiliários Ltda	50.00	50.00	45.844	24.159	21.685	2.010	39.871	20.807	19.065	701		
Marfê Empreendimentos Imobiliários S/A	35.00	35.00	44.367	10.471	33.896	3.128	40.679	9.911	30.768	2.171		
Moroni Investimento Imobiliário Ltda	25.00	25.00	9.332	8.657	675	200	20.195	19.720	475	2.500		
Nova Iguaçu Empreendimentos Imobiliário Ltda	100.00	100.00	24.668	1.269	23.399	1.610	26.059	22.659	3.400	5.016		
Onexa Incorporadora Ltda	100.00	100.00	146.886	65.698	81.189	(22.162)	209.190	95.298	113.892	(12.788)		
Piano & Plano Construções E Participações Ltda	100.00	100.00	395.120	83.086	312.034	9.926	416.153	93.677	322.477	58.378		
Piano Amoreira Empreendimentos Imobiliários Spe Ltda	100.00	100.00	161.114	78.558	90.528	28.758	147.031	61.793	85.238	43.114		
Piano Arcoíria Empreendimentos Imobiliário Ltda	100.00	100.00	16.352	11.073	5.279	(1.603)	28.156	23.603	4.554	1.355		
Piano Cedro Empreendimentos Imobiliários Ltda	100.00	100.00	27.867	8.426	19.440	4.861	29.603	11.955	17.648	2.780		
Piano Flambouyant Empreendimentos Imobiliário Ltda	100.00	100.00	44.449	26.776	17.673	3.262	33.720	14.945	18.775	5.755		
Piano Jacaranda Empreendimentos Imobiliários Ltda	100.00	100.00	54.599	38.118	16.481	4.521	47.316	25.462	21.854	2.597		
Piano Linoeiro Empreendimentos Imobiliário Ltda	100.00	100.00	25.677	8.092	17.586	847	23.721	9.283	14.438	(1.283)		
Piano Macieira Empreendimentos Imobiliários Ltda	100.00	100.00	35.000	346	34.653	(784)	35.618	7.012	28.606	499		
Piano Mangueira Empreendimentos Imobiliário Ltda	100.00	100.00	32.452	15.378	17.074	(10)	27.388	15.077	12.311	(2.045)		
Piano Mogno Empreendimentos Imobiliários Ltda	100.00	100.00	65.848	38.343	27.505	1.666	66.052	35.701	30.351	1.362		
Piano Palmeiras Empreendimentos Imobiliário Ltda	100.00	100.00	28.702	19.889	8.813	3.202	19.512	8.681	10.831	3.036		
Piano Pitangueiras Empreendimentos Imobiliários Ltda	100.00	100.00	65.344	41.403	23.941	1.734	57.301	33.912	23.389	(868)		
Living Pianguá Empreendimentos Imobiliário Ltda	100.00	100.00	52.886	32.072	20.734	33.287	18.963	14.234	349	8.098		
Piarcois Cynela Empreendimentos Imobiliário Spe Ltda	50.00	50.00	22.830	7.802	15.028	1.329	28.160	14.161	13.999	(2.217)		
Queiroz Galvão Mac Cynela Veneza E I S/A	45.00	45.00	88.435	40.136	18.298	1.908	68.567	46.177	22.391	(6.799)		
Ravenna Empreendimentos Imobiliários Ltda	100.00	100.00	64.982	25.342	39.639	2.825	53.209	10.815	42.394	1.419		
Riviera Ponta Negra Empreendimentos Imobiliário Spe Ltda	69.99	69.99	1.420	1.475	(55)	(0)	66.702	66.756	(54)	(0)		
Living Mushos Empreendimentos Imobiliários Ltda	100.00	100.00	25.900	25.900	9	25.901	25.901	25.901	(427)			
Salmiana Empreendimentos S/A	50.00	50.00	48.300	41.903	6.397	(88)	48.508	42.044	6.464	(634)		
Scp Empreendimentos 2012	49.45	49.45	104.013	612	103.401	19.988	150.125	2.225	147.900	32.069		
Scp Empreendimentos 2013	49.02	49.02	242.457	-	242.457	3.843	227.077	-	227.077	8.098		
Scp Verdades Bunita Fase I	6.00	6.00	30.072	10.605	19.468	509	27.370	8.412	18.958	920		
Seattle Empreendimentos Imobiliários Ltda	49.02	49.02	93.994	2.450	91.544	(2)	94.190	2.428	91.762	(382)		
Seller Consultoria Imobiliário E Representação Ltda	100.00	100.00	31.564	14.169	17.395	(13.311)	31.319	14.739	16.581	(23.		

d) Foreign investment:

The balance sheet accounts of subsidiary Brazil Realty Serviços e Investimentos Ltd. (based in Bahamas), whose functional currency corresponds to the US dollar, were translated into Brazilian reais using the exchange rate prevailing as at June 30, 2016, which corresponded to R\$3.2098 (June 30, 2015: R\$3.1026 and December 31, 2015: R\$3.9048).

The interim financial information of joint venture Cyrsa S.A. (based in Argentina), whose functional currency corresponds to the Argentinean pesos, were translated into Brazilian reais using the exchange rate prevailing as at June 30, 2016 - R\$0.2148 (June 30, 2015: R\$0.3415 and December 31, 2015: R\$0.3017).

e) Breakdown of the investments presented in consolidated:

Companies:	Equity interests - %											
	06/2016		12/2015		Equity		Profit (loss) for the period		Investment		Share of profit (loss) of subsidiaries	
	Total	Direct	Total	Direto	06/2016	12/2015	06/2016	06/2015	06/2016	12/2015	06/2016	06/2015
Arizona Investimento Imobiliária Ltda	50,00	50,00	50,00	50,00	5.441	19.878	(312)	(2.839)	2.720	9.939	(156)	(1.420)
Austria Incorporadora Ltda	50,00	50,00	50,00	50,00	22.770	18.847	(1.244)	(105)	11.385	9.424	(622)	(53)
Cabo Frio Incorporadora Ltda	50,00	50,00	50,00	50,00	34.362	34.375	(208)	(145)	17.181	17.188	(104)	(73)
Cbr 011 Empreendimentos Imobiliários Ltda	32,50	32,50	32,50	32,50	155.021	189.578	(34.557)	-	50.382	61.613	(11.231)	-
Cipasa Santa Maria Empreendimentos Imobiliários S/A	50,00	50,00	50,00	50,00	28.586	25.571	1.575	3.226	14.293	12.786	787	1.613
Costa Maggiore Empreendimentos Imobiliários Ltda	50,00	50,00	50,00	50,00	8.750	10.110	590	278	4.375	5.055	295	139
Cury Construtora E Incomp S/A	50,00	50,00	50,00	50,00	307.181	383.547	20.823	61.832	153.590	191.773	11.699	31.766
Chl Lxxviii Incorporações Ltda	(i) 50,77	50,00	50,00	50,00	18.734	19.281	(308)	1.879	9.367	9.641	(154)	940
Cyrela Commercial Properties S.A. Empreendimentos e Participações	(i) 1,55	1,47	1,55	1,47	1.196.730	1.200.630	(6.559)	(3.377)	17.639	18.850	(102)	(43)
Cyrsa S/A	50,00	50,00	50,00	50,00	8.502	12.552	1.612	1.331	4.251	6.276	806	666
Fazenda Sao Joao Empreendimentos Imobiliários Spe Ltda	85,00	85,00	85,00	84,99	23.271	23.239	(25)	(24)	19.780	19.753	(22)	(20)
Giese Incorporadora Ltda	57,53	57,53	57,53	57,53	48.554	48.157	398	304	27.937	27.708	229	175
Lucio Brazil Real Estate S/A	50,00	50,00	50,00	50,00	34.775	35.515	(740)	(781)	17.388	17.758	(370)	(773)
Marques De Itu Spe Empreendimentos Imobiliários Ltda	50,00	50,00	50,00	50,00	21.685	19.065	2.010	701	10.842	9.533	1.005	351
Plarcon Cyrela Empreendimentos Imobiliários Spe Ltda	50,00	50,00	50,00	50,00	15.328	13.999	1.329	(2.217)	7.664	7.000	664	(1.109)
Queiroz Galvao Mac Cyrela Veneza E I S/A	45,00	15,00	45,00	15,00	18.298	22.391	1.908	(6.799)	8.234	10.076	286	(1.020)
Rouxinol Salvador Alende Empreendimentos Imobiliários Ltda	50,00	50,00	50,00	50,00	7.055	17.629	(674)	217	3.528	8.815	(337)	108
Scp Veredas Bunitis Fase Ii	6,00	6,00	6,00	6,00	19.468	18.958	509	920	1.168	1.137	31	55
Spe Brasil Incomp 20 Ltda	50,00	50,00	50,00	50,00	24.742	24.747	(4)	(6)	12.371	12.374	(2)	(3)
Spe Brasil Incomp 28 Ltda	50,00	50,00	50,00	50,00	24.046	19.111	4.612	2.815	12.023	9.556	2.306	1.407
Spe Brasil Incomp 29 Ltda	50,00	50,00	50,00	50,00	9.182	11.487	(152)	277	4.591	5.744	(76)	139
Spe Brasil Incorporação 83 Ltda	50,00	50,00	50,00	50,00	13.728	12.704	1.120	856	6.864	6.352	560	428
Spe Faicalville Incorporadoraçao 1 Ltda	50,00	50,00	50,00	50,00	32.878	33.012	(1.148)	572	16.439	16.506	(574)	286
Spe Chl Cv Incorporacoes Ltda	(i) 50,77	50,00	50,00	50,00	30.698	28.611	(4.526)	4.356	15.349	14.306	(2.263)	2.178
Tamoiros Empreendimentos Imobiliários Spe Ltda	59,99	59,99	59,99	59,99	29.698	29.562	120	(70)	17.819	17.737	72	(42)
Tapira Empreendimentos Imobiliários Ltda	(i) 25,27	24,75	33,00	33,00	153.328	117.928	1.497	51	38.319	38.916	378	13
Scp - Balneario Costa Do Sol	19,99	-	19,99	-	14.728	14.728	(278)	(278)	2.946	2.946	(56)	(56)
Galeria Boulevard Negocios Imobiliários S/A	50,00	-	50,00	-	11.870	11.902	-	(51)	5.935	5.951	-	(18)
Dalaveca Incorporadora Ltda	50,00	-	50,00	-	14.646	18.961	1.684	1.691	7.323	9.481	842	-
Spe Brasil Incorporações 55 Ltda	50,00	-	50,00	-	18.959	19.665	(406)	381	9.479	9.833	(203)	-
Teresopolis Empreendimentos Imobiliários Ltda	80,00	-	80,00	-	12.712	12.816	426	137	10.170	10.253	341	-
Lamballe Incorporadora Ltda	40,00	-	40,00	-	36.785	25.709	11.077	3.320	14.714	10.284	4.431	-
Jacira Reis Empreendimentos Imobiliários Ltda	49,99	-	49,99	-	37.720	45.499	(4.557)	4.926	18.860	22.750	(2.279)	-
Rgc Urbanismo Ltda	50,00	-	50,00	-	14.893	14.893	-	7	7.446	7.447	-	3
Imperio Do Ocidente Incorporações Ltda	50,00	-	50,00	-	18.486	15.248	3.238	1.993	9.243	7.624	1.619	-
Bello Villarrinho Empreendimentos Imobiliários Ltda	50,00	-	50,00	-	13.763	12.220	-	-	6.881	6.110	-	-
Other 78 SPEs	-	-	-	-	288.556	227.291	28.260	(138)	112.454	87.346	13.012	(4.757)
									710.950	745.841	20.814	30.880

- (i) The Parent's investments include capitalized interest on borrowings, financing and debentures that are directly related to the real estate projects of its investees. In consolidated, these amounts are capitalized in inventories, as explained in note 6.

8. PROPERTY, PLANT AND EQUIPMENT

Variations are as follows:

Cost:	Parent							Total
	Machinery and equipments	Furniture and fixtures	Computers	Facilities	Company cars	Leasehold improvements (i)	Sales stand (ii)	
Balance at Dec 31, 2014	1,392	5,908	10,757	362	92	16,683		35,194
Additions	1	-	47	-	-	65		113
Write-offs	-	-	-	-	-	-		-
Balance at Jun 30, 2015	1,393	5,908	10,804	362	92	16,748		35,307
Balance at Dec 31, 2015	1,406	5,915	11,097	374	92	16,761		35,645
Additions	52	2	7	-	-	2,667		2,728
Balance at Jun 30, 2016	1,458	5,917	11,104	374	92	19,428		38,373

Depreciação:	Parent							Total
	10% p.a. - Machinery and equipments	10% p.a. - Furniture and fixtures	20% p.a. - Computers	10% p.a. - Facilities	20% p.a. - Company cars	Leasehold improvements (i)	Sales stand (ii)	
Balance at Dec 31, 2014	(772)	(3,126)	(8,157)	(173)	(92)	(13,928)	-	(26,248)
Depreciation	(60)	(294)	(620)	(18)	-	(702)	-	(1,694)
Balance at Jun 30, 2015	(832)	(3,420)	(8,777)	(191)	(92)	(14,630)	-	(27,942)
Balance at Dec 31, 2015	(893)	(3,716)	(9,312)	(209)	(92)	(15,308)	-	(29,530)
Depreciation	(62)	(295)	(479)	(20)	-	(575)	-	(1,431)
Balance at Jun 30, 2016	(955)	(4,011)	(9,791)	(229)	(92)	(15,883)	-	(30,961)
Residual balance at Dec 31, 2014	620	2,782	2,600	189	-	2,755		8,946
Residual balance at Jun 30, 2015	561	2,488	2,027	171	-	2,118		7,365
Residual balance at Dec 31, 2015	513	2,199	1,785	165	-	1,453	-	6,115
Residual balance at Jun 30, 2016	503	1,906	1,313	145	-	3,545		7,412

Cost:	Consolidated							Total
	Machinery and equipments	Furniture and fixtures	Computers	Facilities	Company cars	Leasehold improvements (i)	Sales stand (ii)	
Balance at Dec 31, 2014	7,592	13,929	16,992	1,087	243	25,466	522,953	588,262
Additions	953	-	-	8	-	-	17,362	18,323
Write-offs	-	(36)	(968)	-	(29)	(452)	-	(1,485)
Balance at Jun 30, 2015	8,545	13,893	16,024	1,095	214	25,014	540,315	605,100
Balance at Dec 31, 2015	8,664	14,234	17,747	1,083	243	25,802	547,238	615,011
Additions	-	-	122	1	-	3,216	14,599	17,938
Write-offs	(2,796)	(264)	-	-	(81)	-	(6,402)	(9,543)
Balance at Jun 30, 2016	5,868	13,970	17,869	1,084	162	29,018	555,435	623,406

Depreciação:	Consolidated							Total
	10% p.a. - Machinery and equipments	10% p.a. - Furniture and fixtures	20% p.a. - Computers	10% p.a. - Facilities	20% p.a. - Company cars	Leasehold improvements (i)	Sales stand (ii)	
Balance at Dec 31, 2014	(4,331)	(6,508)	(12,923)	(519)	(184)	(19,655)	(372,700)	(416,820)
Depreciation	(462)	(693)	(468)	(54)	16	(382)	(23,134)	(25,177)
Balance at Jun 30, 2015	(4,793)	(7,201)	(13,391)	(573)	(168)	(20,037)	(395,834)	(441,997)
Balance at Dec 31, 2015	(5,849)	(8,178)	(14,909)	(628)	(218)	(21,443)	(424,115)	(475,340)
Depreciation	-	(395)	(393)	(55)	-	(1,383)	(36,988)	(39,214)
Write-offs	2,116	-	-	-	74	-	-	2,190
Balance at Jun 30, 2016	(3,733)	(8,573)	(15,302)	(683)	(144)	(22,826)	(461,103)	(512,364)
Residual balance at Dec 31, 2014	3,261	7,421	4,069	568	59	5,811	150,253	171,442
Residual balance at Jun 30, 2015	3,752	6,692	2,633	522	46	4,977	144,481	163,103
Residual balance at Dec 31, 2015	2,815	6,056	2,838	455	25	4,359	123,123	139,671
Residual balance at Jun 30, 2016	2,135	5,397	2,567	401	18	6,192	94,332	111,042

(i) Costs are charged to profit or loss over the property lease periods, which can range from three to five years.

(ii) Depreciation is based on the useful life of the assets of 26 months on average, used during the project sales period, and it is allocated to profit or loss, in line item 'Selling expenses'.

9. INTANGIBLE ASSETS

Variations are as follows:

Cost:	Parent					
	Trademarks and patents	Implementation costs	Software licenses	Subtotal	Goodwill	Total
Balance at Dec 31, 2014	37	66,767	22,199	89,003	124,302	213,305
Additions	-	2,203	2,834	5,037	6,384	11,421
Balance at Jun 30, 2015	37	68,970	25,033	94,040	130,686	224,726
Balance at Dec 31, 2015	37	72,620	25,032	97,689	138,217	235,906
Additions	-	1,168	182	1,350	1,407	2,757
Balance at Jun 30, 2016	37	73,788	25,214	99,039	139,624	238,663

Amortization:	Parent					
	Trademarks and patents	14% p.a. - Implementation costs	20% p.a. - Software licenses	Subtotal	Goodwill	Total
Balance at Dec 31, 2014	-	(20,683)	(11,293)	(31,976)	(101,036)	(133,012)
Amortization	-	(3,356)	(1,507)	(4,863)	(283)	(5,146)
Balance at Jun 30, 2015	-	(24,039)	(12,800)	(36,839)	(101,319)	(138,158)
Balance at Dec 31, 2015	-	(27,533)	(14,345)	(41,878)	(101,491)	(143,369)
Amortization	-	(4,740)	(1,519)	(6,259)	(405)	(6,664)
Balance at Jun 30, 2016	-	(32,273)	(15,864)	(48,137)	(101,896)	(150,033)
Residual balance at Dec 31, 2014	37	46,084	10,906	57,027	23,266	80,293
Residual balance at Jun 30, 2015	37	44,931	12,233	57,201	29,367	86,568
Residual balance at Dec 31, 2015	37	45,087	10,687	55,811	36,726	92,537
Residual balance at Jun 30, 2016	37	41,515	9,350	50,902	37,728	88,630

Cost:	Consolidated					
	Trademarks and patents	Implementation costs	Software licenses	Subtotal	Goodwill	Total
Balance at Dec 31, 2014	108	77,940	42,498	120,546	128,950	249,496
Additions	-	7,410	2,835	10,245	18,961	29,206
Write-offs	-	-	(3,661)	(3,661)	-	(3,661)
Reclassificações (i)	-	-	-	-	(12,357)	(12,357)
Balance at Jun 30, 2015	108	85,350	41,672	127,130	135,554	262,684
Balance at Dec 31, 2015	72	88,744	44,035	132,851	127,165	260,016
Additions	-	1,820	-	1,820	1,409	3,229
Write-offs	-	-	(964)	(964)	(2,161)	(3,125)
Balance at Jun 30, 2016	72	90,564	43,071	133,707	126,413	260,120

Amortization:	Consolidated					
	Trademarks and patents	14% p.a. - Implementation costs	20% p.a. - Software licenses	Sub-total	Goodwill	Total
Balance at Dec 31, 2014	-	(27,290)	(21,211)	(48,501)	(100,227)	(148,728)
Amortization	-	(5,483)	(2,579)	(8,062)	(2,912)	(10,974)
Balance at Jun 30, 2015	-	(32,773)	(23,790)	(56,563)	(103,139)	(159,702)
Balance at Dec 31, 2015	-	(38,224)	(27,711)	(65,935)	(108,991)	(174,926)
Amortization	-	(5,982)	(1,255)	(7,237)	(3,176)	(10,413)
Balance at Jun 30, 2016	-	(44,206)	(28,966)	(73,172)	(112,167)	(185,339)
Residual balance at Dec 31, 2014	108	50,650	21,287	72,045	28,723	100,768
Residual balance at Jun 30, 2015	108	52,577	17,882	70,567	32,415	102,982
Residual balance at Dec 31, 2015	72	50,520	16,324	66,916	18,174	85,090
Residual balance at Jun 30, 2016	72	46,358	14,105	60,535	14,246	74,781

(i) Reclassification of intangible assets to properties for sale

Asset appreciation balances have a finite useful life based on the real estate project construction and are allocated to the line items 'Properties for sale' in the consolidated financial statements and 'Intangible assets' in the Parent.

Management periodically reviews the useful lives of the Company's other intangible assets.

Variations in goodwill arising on the appreciation of assets with finite useful lives.

	Parent					
	Balance at 12.31.2014	Goodwill	Amortization	Balance at 12.31.2015	Goodwill	Balance at 06.30.2016
Goodwill in the Company						
Belgica Empreendimento Imobiliario Ltda.	-	104	(52)	52	80	(132)
Office Shopping 2 Empreendimentos Ltda.	68	-	-	68	-	(68)
Rouxinol Salvador Alende Empr Imob Ltda.	3	-	(2)	1	-	(1)
Cyrela Malasia Empreendimentos imobiliários Ltda.	-	13,811	-	13,811	-	13,811
Mac Empreendimentos Imobiliários Ltda	10,000	-	-	10,000	-	10,000
Global Park Residencial Empreendimentos Imobiliários Ltda.	9	-	1	10	-	(10)
Mac Cyrela Mafra Empreendimentos Imobiliários Ltda	2	-	(0)	2	-	(2)
Calafete Investimento Imobiliária Ltda	16	-	(15)	1	-	(1)
Maiastra 1 Empreendimentos Imobiliários Ltda.	142	-	(110)	32	-	(32)
Maiastra 2 Empreendimentos Imobiliários Ltda.	74	-	(57)	17	-	(17)
Saracura - Investimento Imobiliária Ltda	25	-	(24)	1	-	(1)
Lombok Incorporadora Ltda	8	-	(2)	6	-	(6)
Oaxaca Empreendimentos Imobiliários Ltda.	562	-	(194)	368	-	(135)
Spe Mg 02 Empreendimentos Imobiliários Ltda	4,410	-	-	4,410	-	-
Spe Mg 01 Empreendimentos Imobiliários Ltda	4,658	-	-	4,658	-	-
Spe Mg 03 Empreendimentos Imobiliários Ltda	3,289	-	-	3,289	-	-
Spe Barbacena Emp Imob S.A	-	-	-	-	1,327	-
Total	23,266	13,915	(455)	36,726	1,407	(405)
						37,728

	Consolidated						
	Balance at 12.31.2014	Transfer to inventory	Goodwill	Amortization	Balance at 12.31.2015	Goodwill	Balance at 06.30.2016
Belgica Empreendimento Imobiliario Ltda.	-	-	104	(52)	52	80	(132)
Office Shopping 2 Empreendimentos Ltda.	68	-	-	-	68	-	(68)
Rouxinol Salvador Alende Empr Imob Ltda.	3	-	-	(2)	1	-	(1)
Mac Empreendimentos Imobiliários Ltda	10,000	-	-	-	10,000	-	10,000
Global Park Residencial Empreendimentos Imobiliários Ltda.	9	-	-	1	10	-	(10)
Mac Cyrela Mafra Empreendimentos Imobiliários Ltda	2	-	-	-	2	-	(2)
Calafete Investimento Imobiliária Ltda	16	-	-	(15)	1	-	(1)
Maiastra 1 Empreendimentos Imobiliários Ltda.	142	-	-	(110)	32	-	(32)
Maiastra 2 Empreendimentos Imobiliários Ltda.	74	-	-	(57)	17	-	(17)
Saracura - Investimento Imobiliária Ltda	25	-	-	(24)	1	-	(1)
Lombok Incorporadora Ltda	8	-	-	(2)	6	-	(6)
Oaxaca Empreendimentos Imobiliários Ltda.	562	-	-	(194)	368	-	(135)
Spe Mg 02 Empreendimentos Imobiliários Ltda	4,410	(4,410)	-	-	-	-	-
Spe Mg 01 Empreendimentos Imobiliários Ltda	4,658	(4,658)	-	-	-	-	-
Spe Mg 03 Empreendimentos Imobiliários Ltda	3,289	(3,289)	-	-	-	-	-
Spe Barbacena Emp Imob S.A	-	-	-	-	-	1,327	-
Subtotal	23,266	(12,357)	104	(455)	10,558	1,407	11,560
							(405)

Goodwill in investees							
Plano & Plano Construções E Participações Ltda	4,214	-	(1,076)	-	3,138	(2,161)	204
Living Empreendimentos Imobiliários Ltda	-	-	-	1	1	-	(1)
Living Sul Empreendimentos Imobiliários Ltda.	1,243	-	-	(14)	1,229	2	(56)
Cyrela Indonesia Empreendimentos Imobiliários Ltda.	-	-	11,544	(8,296)	3,248	-	(1,941)
Subtotal	5,457	-	10,468	(8,309)	7,616	(2,159)	2,686
							(2,771)

Total	28,723	(12,357)	10,572	(8,764)	18,174	(752)	14,246
							(3,176)

As at June 30, 2016, the appreciation balance substantially derives from trade receivables and are recognized in profit or loss as such assets are realized, based on the stage of completion of the works.

10. BORROWINGS AND FINANCING

	Parent		Consolidated	
	06/2016	2015	06/2016	2015
Borrowings - local currency	601,747	695,323	791,234	895,446
Financing - local currency	-	-	2,381,271	2,315,645
Interest payable - financing	-	-	9,879	7,039
Interest payable - local currency	11,636	11,024	14,231	13,661
Interest payable (receivable) - swap	(158)	375	(158)	375
Transaction costs - local currency	(5,207)	(2,414)	(5,207)	(2,415)
	608,018	704,308	3,191,250	3,229,751
Current	9,546	149,131	1,027,247	1,057,440
Noncurrent	598,472	555,177	2,164,003	2,172,311

Borrowings and financing in local currency are represented by:

As at June 30, 2016, short- and long-term credit facilities total R\$791,234, of which R\$100,402 is subject to the Reference Rate (TR) plus spread of 8.75% p.a., R\$150,000 is subject to 112% of the CDI, R\$204,792 is subject to the Reference Rate (TR) plus spread of 9.72% p.a., R\$146,553 is subject to the Reference Rate (TR) plus 10.59% p.a., R\$874 is subject to 3.5% p.a., R\$323 is subject to 6% p.a., R\$80,000 is subject to 100% of the CDI plus 0.7030% p.a., R\$99,655 is subject to TJLP plus 3.78% p.a.; R\$6,125 is subject to the Extended Consumer Price Index (IPCA) plus 12% p.a.; R\$2,000 is subject to 100% of the CDI plus 5.41% p.a., and R\$510 is subject to 9.5% p.a. (as at December 31, 2015, short- and long-term credit facilities total R\$895,446, of which R\$200,000 is subject to 111.5% of the CDI, R\$40,147 is subject to the Reference Rate (TR) plus spread of 10.50% p.a., R\$102,415 is subject to the Reference Rate (TR) plus spread of 8.75% p.a., R\$150,000 is subject to 112% of the CDI, R\$202,762 is subject to the Reference Rate (TR) plus spread of 9.72% p.a., R\$1,049 is subject to 3.5% p.a., R\$368 is subject to 6% p.a., R\$90,000 is subject to 100% of the CDI plus 0.7030% p.a., R\$99,514 is subject to TJLP plus 3.78% p.a., R\$6,681 is subject to the Extended Consumer Price Index (IPCA) plus 12% p.a., R\$2,000 is subject to 100% of the CDI plus 1.5% p.a. and R\$510 is subject to 9.5% p.a.). These borrowings are collateralized by the controlling shareholder's collateral signature, receivables from properties sold and letter of guarantee. For credit facilities in the amount of R\$150,000 and R\$100,403, there are restrictive covenants determining maximum debt and leverage ratios, as well as minimum coverage ratios of falling due installments, which will be discussed below.

As at June 30, 2016, financing amounting to R\$2,385,369 (R\$2,315,645 as at December 31, 2015) consist of real estate credit transactions, subject to interest ranging from 8.30% and 10.9% p.a. plus TR. The related financing agreements provide for maturity acceleration in case of nonperformance of obligations assumed, such as, but not limited to, use of the funds for the purpose established in the contract, registration of mortgage on the project, and meeting the construction schedule. Financing agreements are collateralized by 120% to 130% of receivables, mortgage of land, future units and also the Company's collateral signature.

On June 8, 2015, the Company contracted a "prefixed swap x DI" transaction under which it assumed a long position at a fixed rate of 10.52% p.a. and a short position at a rate of 85.03% of the CDI. This transaction is related to the debt of R\$204,792, as mentioned in item (i) above, and has the same maturity dates.

On February 1, 2016, the Company contracted a “prefixed swap x DI” transaction under which it assumed a long position at a fixed rate of 10.59% p.a. and a short position at a rate of 71.86% of the CDI. This transaction is related to the debt of R\$146,552, as mentioned in item (i) above, and has the same maturity dates.

In the six-month period ended June 30, 2016, interest on real estate borrowings eligible for capitalization in inventories totaled R\$115,795 (R\$88,560 as at June 30, 2015).

The maturity of the noncurrent liabilities portion per year is as follows:

Year	Parent		Consolidated	
	06/2016	2015	06/2016	2015
2017 - 6 months	-	100,000	546,979	958,305
2018	247,497	252,415	870,328	762,592
2019	350,975	202,762	505,433	305,291
2020	-	-	134,167	59,461
2021	-	-	43,180	23,198
2022	-	-	10,389	10,315
2023-2027	-	-	53,527	53,149
Total	598,472	555,177	2,164,003	2,172,311

The variations in ‘Borrowings and financing’ are as follows:

	Parent			Consolidated		
	06/2016	2015	06/2015	06/2016	2015	06/2015
Opening balance	704,308	597,330	597,330	3,229,751	3,093,575	3,093,575
Additions	145,439	200,000	200,000	830,301	2,046,566	1,122,498
Principal repayment	(243,260)	(100,578)	(60,578)	(880,122)	(1,934,220)	(917,583)
Interest paid	(35,506)	(77,464)	(3,679)	(158,663)	(269,832)	(98,481)
Interest and charges	37,037	85,020	36,178	169,983	293,662	119,010
Closing balance	608,018	704,308	769,251	3,191,250	3,229,751	3,319,019

Restrictive covenants

Some abovementioned loan agreements contain restrictive covenants providing for maximum debt and leverage ratios as well as a minimum debt service coverage ratio for current installments, which must have met on a quarterly basis. The required ratios are as follows:

	Contractually required ratio
Net debt (plus properties payable less SFH debt) / Equity	Equal or lower than 0.8
Receivables (plus properties for sale) / net debt (less properties payable and unrecognized costs and expenses)	Equal or higher than 1.5 or lower than 0
EBIT / finance costs, net	Equal or higher than 1.5 or lower than 0

As at June 30, 2016, the Company was compliant with these covenants.

11. DEBENTURES (PARENT AND CONSOLIDATED)

a) Below are the features and balances of the debentures:

	CYRE 12	CYRE 22	CYRE 16		
Series issued	Second	Second	Única		
Type of issuance	Simple	Simple	Simple		
Nature of issuance	Public	Public	Public		
Issuance date	1/5/2008	1/5/2008	8/21/2012		
Maturity date	1/5/2018	1/5/2018	8/21/2017		
Type of debenture	Unsecured	Unsecured	Unsecured		
Yield	100% DI + 0.65% p.a.	100% DI + 0.65% p.a.	100% DI + 1,20% p.a.		
Par value (unit)	10	10	500		
Securities issued (unit)	24975	24975	400		
Securities outstanding (unit)	10	4253	200		
Securities redeemed (unit)	-24965	-20722	-200		
Type of interest payment	Semiannual	Semiannual	Semiannual		
Amortization installments	1	1	1		
	CYRE 12	CYRE 22	CYRE 16	06/2016	2015
Debentures payable	100	42,530	100,000	142,630	142,630
Interest on debentures payable	7	2,953	5,281	8,241	6,016
	107	45,483	105,281	150,871	148,646
Current	7	2,953	5,281	8,241	6,016
Noncurrent	100	42,530	100,000	142,630	142,630

Debentures may be early redeemed at the Company's discretion. The Company can also acquire debentures outstanding in the market, as permitted by the prevailing legislation.

In May 2014, the Company partially early redeemed the 6th Issue of Debentures called CYRE 16 in the amount of R\$200,000.

In October 2015, the Company early repaid the 6th Issue of Debentures called CYRE 16 in the amount of R\$100,000.

Interest on debentures eligible for capitalization in inventories totaled R\$1,717 in the year ended June 30, 2016 (R\$3,594 as at June 30, 2015).

Among the debentures issued by the Company with outstanding balances as at June 30, 2016, only CYRE 12 and CYRE 22 are subject to a rescheduling clause, which took place in 2010 and 2011.

Noncurrent liabilities mature as follows:

Year	06/2016	2015
24 months	142,630	100,000
36 months	-	42,630
Total	142,630	142,630

Variations in the balances of debentures were as follows:

	Parent		
	06/2016	2015	06/2015
Opening balance	148,646	253,515	253,515
Principal repayment	-	(100,000)	-
Interest payment	(8,090)	(35,941)	(14,892)
Interest and charges	10,315	31,072	15,695
Closing balance	150,871	148,646	254,318

b) Restrictive covenants

The indenture supporting the issuance of debentures contains restrictive covenants providing for maximum debt and leverage ratios as well as a minimum debt service coverage ratio for current installments, which must have met on a quarterly basis. The required ratios are as follows:

	Contractually required ratio
Net debt (plus properties payable less SFH debt) / Equity	Equal or lower than 0.7 (i)
Receivables (plus properties for sale) / net debt (less properties payable and unrecognized costs and expenses)	Equal or higher than 1.5 or lower than 0
EBIT / finance costs, net	Equal or higher than 1.5 or lower than 0

(i) For the CYRE 16 debentures, the calculation made must be 0.8 or lower.

As at June 30, 2016, the Company was compliant with these covenants.

12. CERTIFICATES OF REAL ESTATE RECEIVABLES (CRIs) (PARENT AND CONSOLIDATED)

On June 14, 2011, subsidiary Brazil Realty Companhia Securitizadora de Créditos Imobiliários (“Securitizadora”) conducted its first series of the first issue of CRI transactions, as approved by the Board of Directors’ meeting held on February 23, 2011. On May 21, 2012, Securitizadora conducted the second issue of CRI transactions, as approved by the Board of Directors’ meeting held on May 17, 2012. On June 24, 2014, Securitizadora conducted the fourth issue of CRI transactions, as approved by the Board of Directors’ meeting held on June 6, 2014.

The first series of the first issue of CRIs was placed in the market through a public offering of 900 registered, book-entry CRIs with the unit face value of R\$300, totaling R\$270,000, second issue certificates with the unit face value of R\$334, totaling R\$300,000 and the fourth issue with the unit face value of R\$312, totaling R\$50,000. Under the mortgage-back security terms, the first and second issues of CRIs are collateralized by:

Receivables from sales of real estate units held by the respective assignors (the Company’s investees) and the Company, rights and amounts deposited by acquirers of real estate units, by

the assignors and by the Parent in bank accounts specifically designated for receiving such amounts, under the related assignment contract.

The first and second issues of CRIs are backed by real estate credits arising from one bank credit note (“CCB”), issued by the Company, represented by one real estate credit note (“CCI”) issued by financial institutions, as the lenders of the CCB, which were subsequently acquired by Securitizadora under Law 10931/04 (“Mortgage Loans”) and assignment agreement. Securitizadora established a fiduciary relationship on Mortgage Loans, as set forth in the Securitization Instrument, under article 9 of Law 9514/97, with the appointment of Pentágono S.A. Distribuidora de Títulos e Valores Mobiliários as fiduciary agent. The Mortgage loans and the Collateral under the Fiduciary Relationship will be stated separately in the subsidiary’s equity and will be treated as a separate equity, intended specifically for the payment of CRIs and other obligations related to the Fiduciary Relationship, under the terms of article 11 of Law 9514/97. The CRIs will be accepted for trading in CETIP 21 system of CETIP S.A. - Balcão Organizado de Ativos e Derivativos and in Bovespafix system of BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros, respectively.

The proceeds from the subscription of CRIs were used, exclusively, by Securitizadora to pay the assignment of the CCI. The proceeds raised will be ultimately used to finance, directly or by means of the Company’s interests in special purpose entities (SPEs), expenditures incurred on works in progress or future works relating to residential development projects. The risks and rewards of the mortgage loans remain with the Group; accordingly, the consolidated balance recorded in liabilities presented in the interim financial information, is as shown below:

Issue	Parent					
	06/2016			2015		
	Balance	Interest payable	Total	Balance	Interest payable	Total
1 st series of the 1 st issue - code 12E0019753	43,200	537	43,737	43,200	537	43,737
less:						
CRI issuance costs	-	-	-	-	-	-
1 st series of the 2 nd issue - code 11F0013690	150,000	2,225	152,225	300,000	4,454	304,454
less:						
CRI issuance costs	-	-	-	-	-	-
1 st series of the 3 rd issue - code 13J0013455						
less:						
CRI issuance costs						
1 st series of the 4 th issue - code 14F0626699	-	-	-	-	-	-
less:						
CRI issuance costs	-	-	-	-	-	-
	193,200	2,762	195,962	343,200	4,991	348,191
Current	150,000	2,762	152,762	150,000	4,991	154,991
Noncurrent	43,200	-	43,200	193,200	-	193,200

Issue	Consolidated					
	06/2016			2015		
	Balance	Interest payable	Total	Balance	Interest payable	Total
1 st series of the 1 st issue - code 12E0019753	43,200	537	43,737	43,200	537	43,737
less:						
CRI issuance costs	(543)	-	(543)	(583)	-	(583)
1 st series of the 2 nd issue - code 11F0013690	150,000	2,225	152,225	300,000	4,454	304,454
less:						
CRI issuance costs	(704)	-	(704)	(1,096)	-	(1,096)
1 st series of the 3 rd issue - code 13J0013455						
less:						
CRI issuance costs						
1 st series of the 4 th issue - code 14F0626699	-	-	-	16,667	35	16,702
less:						
CRI issuance costs			-			
	191,953	2,762	194,715	358,188	5,026	363,214
Current	149,218	2,762	151,980	164,988	5,026	170,014
Noncurrent	42,735	-	42,735	193,200	-	193,200

Noncurrent liabilities mature as follows:

Year	Parent		Consolidated	
	06/2016	2015	06/2016	2015
2017 - 1 st half	-	150,000	-	150,000
2023-2027	43,200	43,200	42,735	43,200
Total	43,200	193,200	42,735	193,200

The balance disclosed by the Company does not include issuance costs since these are payable by Securitizadora.

The main features of the first series, taking into account the first, second and fourth issues, are as follows:

Features	1 st series of the 1 st issue (i)	1 st series of the 2 nd issue (ii)	1 st series of the 4 th issue (i)
Issue date	06/14/2011	05/21/2012	06/24/2014
Repayment date	Semiannual interest and principal payable on June 1, 2023.	Semiannual interest and principal payable in two installments: the 1st one in the 4th year and the 2nd in the 5th year as of the issuance date.	Semiannual interest and principal payable on June 24, 2016.
Unit par value on issuance	300	334	312
Number of certificates issued	900	900	160
Yield	Certificates are not subject to inflation adjustment; interest will be payable on the unit face value as from the issuance date, corresponding to a rate of 107% of DI, as calculated and disclosed by CETIP.	Certificates are not subject to inflation adjustment; interest will be payable on the unit face value as from the issuance date, corresponding to a rate of 108% of DI, as calculated and disclosed by CETIP.	Certificates are not subject to inflation adjustment; interest will be payable on the unit face value as from the issuance date, corresponding to a rate of 101.50% of DI, as calculated and disclosed by CETIP.
Retrocession	None	None	None
Restrictive covenants	The minimum coverage ratio is calculated by dividing: (a) the balance of restricted accounts multiplied by the weighting factor of 1.1, plus an amount equivalent to the outstanding balance of real estate receivables multiplied by a weighting factor equivalent to 1, and (b) the outstanding balance of the collateralized payables as of the calculation date. The result of such division shall be equal or higher than 110%.	The minimum coverage ratio is calculated by dividing: (a) the balance of restricted accounts multiplied by the weighting factor of 1.1, plus an amount equivalent to the outstanding balance of real estate receivables multiplied by a weighting factor equivalent to 1, and (b) the outstanding balance of the collateralized payables as of the calculation date. The result of such division shall be equal or higher than 110%.	Failure to meet any of the following financial ratios, which will be calculated on a quarterly basis by the Guarantor based on its audited consolidated financial information and verified by the Lender ("Financial Ratios") based on the quarterly balance sheet as of June 2014: (i) the ratio between (A) Net Debt + Properties Payable and (B) Equity shall always be equal or lower than 0.80; (ii) the ratio between (A) Total Receivables + Properties for Sale, and (B) Net Debt + Properties Payable + Unrecognized Costs and Expenses shall always be equal or higher than 1.5 or lower than 0; and (iii) the ratio between (A) EBIT and (B) Net Finance Costs shall always be equal or higher than 1.5 or lower than 0. In any of the situations, the EBIT shall always be positive.

- (i) Default on receivables linked to the issue of CRI has no impact on the transaction since the receivables are only guarantee of future payments.
- (ii) Risk rating: on July 1, 2016, the Company was rated by a risk rating agency as Ba2 (global rating scale) and Aa3.br (domestic rating scale). In accordance with CVM Instruction 414/04, the Company updates the rating reports (risk assessment) of the securitization transactions on a quarterly basis, considering that such Instruction requires such adjustment for transactions having a notional unit value equal to or higher than R\$300.

Interest on CRIs eligible for capitalization in inventories totaled R\$2,326 in the six-month period ended June 30, 2016 (R\$5,084 as at June 30, 2015).

On March 9, 2015, Securitizadora (an entity controlled by the Company) early redeemed the third issue of the CRIs, in the amount of R\$130,000, yielding interest based on the CDI plus 0.80% p.a.

On May 25, 2016, Securitizadora repaid part of the second issue of CRIs, according to the issue payment schedule, amounting to R\$150,000, yielding interest equivalent to 108% of the CDI.

On June 25, 2016, Securitizadora repaid part of the fourth issue of CRIs, according to the issue payment schedule, amounting to R\$16,667, yielding interest equivalent to 101.5% of the CDI.

The variations are as follows:

	Parent			Consolidated		
	06/2016	2015	06/2015	06/2016	2015	06/2015
Opening balance	348,191	480,626	480,626	363,214	528,130	528,130
Additions	-	-	-	-	-	-
Principal repayment	(150,000)	(130,000)	(130,000)	(166,667)	(163,333)	(146,667)
Interest payment	(24,947)	(53,105)	(27,733)	(26,084)	(58,450)	(30,744)
Interest and charges	22,718	50,670	24,937	24,252	56,867	28,397
Closing balance	195,962	348,191	347,830	194,715	363,214	379,116

13. RELATED PARTIES

a) Intragroup loans for construction financing

Intragroup loans do not have determinate maturity date and are not subject to finance charges, except for agreements entered into with joint ventures, when indicated.

The balances in the interim financial information, Parent and consolidated, are as follows:

	Parent				Consolidated			
	Assets		Liabilities		Assets		Liabilities	
	06/16	2015	06/16	2015	06/16	2015	06/16	2015
Agin Vergueiro Empreendimentos Imobiliários Spe Ltda.	782	782	2,201	2,201	782	782	2,201	2,201
Aldeia Da Colina Empreendimentos Imobiliários Spe Ltda.	551	672	-	-	551	672	-	-
Angra Dos Reis Empreendimentos Imobiliários Ltda.	1,558	14,706	1,839	8,719	-	-	2,514	3,525
Arizona Investimento Imobiliária Ltda.	5,632	-	11,804	11,804	-	-	6,172	11,804
Australia Empreendimentos Imobiliários Ltda.	-	1,836	-	-	495	-	771	-
Austria Incorporadora Ltda.	-	2,127	-	-	-	2,127	-	-
Barão De Miracema Empreendimentos Imobiliários Spe Ltda.	1,464	2,119	-	-	1	-	-	-
Cbr 011 Empreendimentos Imobiliários Ltda.	2	390	662	-	2	390	662	-
Cbr 030 Empreendimentos Imobiliários Ltda.	-	16,588	462	-	2,107	11,470	1,882	-
Cbr 031 Empreendimentos Imobiliários Ltda.	532	8	-	-	8	8	-	-
Ccp Propriedades Imobiliárias Ltda.	-	-	-	3,132	-	-	-	3,132
Chl Lxxviii Incorporações Ltda.	6,103	6,353	5,400	2,750	6,103	6,353	5,400	2,750
Cipasa Santa Maria Empreendimentos Imobiliários S.A.	54	7	3,384	3,184	54	7	3,384	3,184
Construtora Santa Isabel Ltda.	965	996	-	-	965	996	-	-
Conx Empreendimentos Imobiliários Ltda.	-	2,544	-	10,218	-	2,544	-	10,218
Costa Maggiore Empreendimentos Imobiliários Ltda.	976	-	-	-	976	-	-	-
Cotia Empreendimentos Imobiliários Ltda.	3,222	580	-	-	-	-	-	-
Country De Investimento Imobiliária Ltda.	909	279	-	-	2,213	574	1,675	11
Cury Construtora E Incorporadora S.A.	61,825	28,470	1,561	1,454	61,825	28,470	1,561	1,454
Cybra De Investimento Imobiliária Ltda.	9	268	-	364	4,425	4,328	2,808	2,678
Cyrela Andrade Mendonca Jcpm Empreendimentos Imobiliários Spe S.A.	-	4	-	-	-	-	-	7,138
Cyrela Bahia Empreendimentos Imobiliários Ltda.	1,759	615	-	-	72	72	-	-
Cyrela Br Realty S.A. Empreendimentos e Participações	-	805	-	310	-	486	-	-
Cyrela Braga Empreendimentos Imobiliários Ltda.	5,633	7,073	-	-	3	-	-	-
Cyrela Comercial Imobiliária Ltda.	3,652	3,745	-	-	172	69	1,092	1,344
Cyrela Construtora Ltda.	1,593	1,588	12	49	11	4	-	10
Cyrela Costa Rica Empreendimentos Imobiliários Ltda.	2,200	12,833	-	-	6	-	-	-
Cyrela Cristal Empreendimentos Imobiliários Ltda.	5,777	5,883	-	-	-	-	-	-
Cyrela Cuzco Empreendimentos Imobiliários Ltda.	810	806	-	-	2	-	-	-
Cyrela Dinamarca Empreendimentos Imobiliários Ltda.	1,424	1,837	-	-	1	-	-	-
Cyrela Elwing Empreendimentos Imobiliários Ltda.	-	785	-	-	-	-	-	-
Cyrela Empreendimentos Imobiliários Comercial Importadora E Exportadora Ltda.	1,271	1,271	-	-	-	-	1	-
Cyrela Extrema Empreendimentos Imobiliários Ltda.	60,160	37,815	-	-	-	-	-	-
Cyrela Iberia Empreendimentos Imobiliários Ltda.	2,114	2,147	-	-	-	-	-	-
Cyrela Imobiliária Ltda.	6,936	-	-	-	105	55	161	161
Cyrela Investimentos E Participações Ltda.	-	-	-	-	388	-	2,564	2,564
Cyrela Magik Monaco Empreendimentos Imobiliários Ltda.	4,414	4,403	-	-	-	-	1,100	1,100
Cyrela Maguari Empreendimentos Imobiliários Ltda.	-	1,602	-	-	-	-	-	-
Cyrela Malasia Empreendimentos Imobiliários Ltda.	1,267	391	-	-	9	-	-	-
Cyrela Manaus Empreendimentos Imobiliários Ltda.	4,644	4,644	-	-	18,452	11,415	-	-
Cyrela Moinho Empreendimentos Imobiliários Ltda.	5,706	16	-	-	2	-	-	-
Cyrela Montblanc Empreendimentos Imobiliários Ltda.	2,699	8,335	660	-	-	-	660	-
Cyrela Monza Empreendimentos Imobiliários Ltda.	52,542	45,521	-	-	833	822	-	-
Cyrela Nordeste Empreendimentos Imobiliários Ltda.	7,734	21,301	-	-	60	82	-	-
Cyrela Pamplona Empreendimentos Imobiliários Ltda.	4,021	1	-	-	-	-	-	-
Cyrela Particip E Empreendimentos Imobiliários Ltda.	158	158	-	-	-	523	28	28
Cyrela Pompeia Empreendimentos Imobiliários Ltda.	802	198	-	-	-	-	-	-
Cyrela Portugal Empreendimentos Imobiliários Ltda.	-	7,426	130	-	-	12	40	2,726
Cyrela Puglia Empreendimentos Imobiliários Ltda.	2	12,384	-	-	-	-	-	-
Cyrela Recife Empreendimentos Imobiliários Ltda.	7,000	-	10	-	39	-	10	-
Cyrela Rjz Construtora E Empreendimentos Imobiliários Ltda.	84	65	-	-	67,971	62,147	270	151
Cyrela Rjz Empreendimentos Imobiliários Ltda.	3,168	-	-	-	452	684	727	601
Cyrela Rjz Jcgentijo Empreendimentos Imobiliária Ltda.	1,584	1,582	-	-	28	-	1,210	1,210
Cyrela Roraima Empreendimentos Imobiliários Ltda.	1,726	1,301	-	-	-	-	-	-
Cyrela Sul 001 Empreendimentos Imobiliários SPE Ltda.	-	-	-	801	-	-	-	801
Cyrela Volpago Participações Societárias Ltda.	-	-	-	111,671	-	-	-	-
Cyrela White River Investimento Imobiliária Spe Ltda.	500	55	580	580	-	-	-	-
Cyrsa S.A.	-	1,833	1,958	9,599	-	1,833	1,958	9,599
Cytec Empreendimentos Imobiliários Ltda.	-	-	-	-	3	232	1,587	1,965
Elbrus Empreendimentos Imobiliários Ltda.	650	-	-	-	650	-	-	-
Estrada Rodrigues Caldas Empreendimentos Imobiliários Spe Ltda.	3	-	4,985	4,985	-	-	-	-
Forest Hill De Investimento Imobiliária Ltda.	-	-	2,720	3,205	-	-	2,720	3,205
GCW Wangri-la Urbanismo Ltda.	-	-	-	-	-	344	1,001	-
Gliese Incorporadora Ltda.	-	-	17,578	17,578	-	-	17,578	17,578
Global Park Residencial Empreendimentos Ltda.	538	-	-	-	3	-	-	-
Goldsstein Cyrela Empreendimentos Imobiliários S.A.	11,236	11,236	9	-	19,695	16,836	23	-
Joao Fortes Engenharia S.A.	-	3,580	-	-	-	3,580	-	-
Jose Celso Contijo Engenharia S.A.	31,531	-	-	-	31,531	-	-	-
Lider Cyrela Df01 Empreendimentos Imobiliários Ltda.	580	1,874	-	-	-	-	-	-
Living Botucatu Empreendimentos Imobiliários Ltda.	8,951	2,984	-	-	8,951	2,984	-	-
Living Empreendimentos Imobiliários S.A.	18,070	18,070	-	-	5,820	5,745	12,604	11,694
Living Sul Empreendimentos Imobiliários Ltda.	-	-	-	-	2,567	760	-	-
Living Talara Empreendimentos Imobiliários Ltda.	671	671	-	-	671	671	-	-
Lombok Incorporadora Ltda.	2,232	2,473	-	-	4	-	-	-
Mac Cyrela Mafra Empreendimentos Imobiliários Ltda.	508	34	-	-	2	28	-	-
Mac Empreendimentos Imobiliários Ltda.	-	-	1,711	252	-	-	1,453	-
Magnum Investimento Imobiliária Ltda.	-	-	4,195	4,195	-	-	4,195	4,195
Nova Zelandia Empreendimentos Imobiliários Ltda.	-	-	-	3,021	-	-	-	1,496
Option Investimento Imobiliária Ltda.	2,452	-	-	-	-	-	-	-
Pdg Realty S.A. Empreendimentos E Participações	-	-	3,500	3,500	-	-	3,500	3,500
Peru Empreendimentos Imobiliários Ltda.	1,516	1,784	-	-	1,516	-	-	-
Plano & Plano Construções E Participações Ltda.	107	-	197	197	167	78	867	1,457
Plano Amoreira Empreendimentos Imobiliários Spe Ltda.	1,917	-	1,917	-	-	-	-	-
Plarcon Cyrela Empreendimentos Imobiliários Spe Ltda.	622	620	-	-	622	620	-	-
Queiroz Galvao Cy Oklahoma Empreendimentos Imobiliários Spe Ltda.	121	96	-	720	121	96	-	720
Ravenna Empreendimentos Imobiliários Ltda.	5,800	-	-	-	3	-	-	-
Reserva Casa Grande Empreendimentos Imobiliários Ltda.	637	8	-	-	637	8	-	-
Rouxinol Salvador Alende Empr Imobiliária Ltda.	-	-	1,675	-	-	-	1,675	-
Scp Brasil Incorporação 20 Ltda.	-	49	897	31	-	49	897	31
Scp Isla Empreendimentos Imobiliários Ltda.	5,698	3,424	3,050	-	5,698	3,424	3,050	-
Seller Consultoria Imobiliária E Representações Ltda.	27	2	243	11	20,067	19,871	-	-
Severa Incorporações Imobiliária S.A.	-	3,170	-	-	-	3,170	-	226

	Parent				Consolidated			
	Assets		Liabilities		Assets		Liabilities	
	06/16	2015	06/16	2015	06/16	2015	06/16	2015
Síntese Moradia E Construções Ltda.	1,980	1,980	-	-	1,980	1,980	-	-
Sk Edson Empreendimentos Imobiliários Spe Ltda.	1,151	3	-	-	1,150	-	-	-
SK Joaquim Ferreira Lobo Empreendimentos Imobiliários SPE Ltda.	-	-	-	-	-	-	1,065	2,425
Slk Empreendimentos Imobiliários Spe S.A.	2,250	2,203	-	-	2,250	2,203	-	-
SPE Barbacena Empreendimentos Imobiliários S.A.	-	7,000	-	-	-	7,000	-	-
Spe Brasil Incorporações 2 Ltda.	-	-	-	583	-	-	-	583
Spe Brasil Incorporação 9 Ltda.	750	750	750	750	750	750	750	750
Spe Brasil Incorporação 11 Ltda.	525	525	575	575	525	525	575	575
Spe Brasil Incorporação 17 Ltda.	600	1,798	150	-	600	1,798	150	-
Spe Brasil Incorporação 19 Ltda.	-	150	-	950	-	150	-	950
Spe Brasil Incorporação 83 Ltda.	2,481	-	-	-	2,481	-	-	-
Spe Chl Cv Incorporações Ltda.	2,530	-	7,312	6,366	2,530	-	7,316	6,366
Spe Crua Empreendimentos S.A.	2,785	-	-	-	2,785	-	-	-
Spe Faicalville Incorporação 1 Ltda.	916	-	-	916	-	-	-	-
Spe Goiânia Incorporação 5 Ltda.	537	-	-	-	-	-	230	-
Viver Empreendimentos Imobiliários E Participações Ltda.	-	-	1,712	1,712	-	-	1,712	1,712
Vmsm Empreendimentos Imobiliários Spe S.A.	-	1	-	-	1,855	1,855	-	-
Other 223 SPEs with balances of up to R\$500	8,180	7,642	2,672	3,162	6,160	5,211	4,766	4,994
Total	394,516	339,275	86,511	218,629	291,823	216,893	106,565	132,812

As at June 30, 2016, the Company has intragroup loans totaling R\$12,027 (R\$12,027 as at December 31, 2015). The guarantees provided to the Company are linked to the delivery of shares in the subsidiary or joint venture, or the assumption of the obligation by the companies related to the shareholder.

As at June 30, 2016, the balance of R\$46,393 (R\$43,472 as at December 31, 2015) corresponds to advances granted to the company that sold the land, as set forth in the underlying agreement. Advances are subject to the Interbank Certificate of Deposit (CDI) rate. Interest is payable monthly and the principal will be received through receivables corresponding to its interest in the venture.

As at June 30, 2016, the Company has dividends receivable from investee Cury Construtora e Incorporadora S/A totaling R\$58,500.

b) Transactions

Transactions with related parties refer mainly to technical services involving responsibility for projects and control of all contractors who provide knowledge for construction business, applied to the development of the Company and its investees.

These transactions are classified as costs incurred in units under construction and allocated to profit or loss according to the project units' sale stage.

c) Management compensation

- Fixed compensation: the overall compensation of the Company's management for 2016 was set at up to R\$12,381 by the Annual Shareholders' Meeting held on April 28, 2016 (R\$15,211 for 2015).

Compensation is recognized in the Company's profit or loss in line item 'Management compensation'.

The accrued expenses incurred in the periods are as follows:

	Parent		Consolidated		Total members	
	06/2016	06/2015	06/2016	06/2015	06/2016	06/2015
Board of Directors	458	611	1,044	1,202	6	7
Executive Committee	1,693	1,698	1,693	1,698	6	6
Charges	430	461	548	579	-	-
	2,581	2,770	3,285	3,479	12	13
Benefits - Board of Directors	1,318	1,074	1,361	1,119		
Benefits - Executive Committee	1,547	217	1,590	217		
	2,865	1,291	2,951	1,336		
Total	5,446	4,061	6,236	4,815		

Compensation in the period:

Board of Directors - higher compensation	99	127	456	400
Board of Directors - lower compensation	64	96	64	96
Executive Comit��s - higher compensation	379	378	379	378
Executive Committee - lower compensatio	123	122	123	122

- ii) Variable compensation: pursuant to Article 190 of the Brazilian Corporate Law, the Annual General Meeting that approves the accounts for the fiscal year can decide on the distribution of up to ten percent of profit for the year, after the adjustments of the Article 189 thereof, to the Company's management and employees as profit sharing.

The allocation and profit sharing to management and employees can only take place in fiscal years in which shareholders are entitled to the payment of the mandatory minimum dividend provided for by Article 41 of the bylaws.

The Company maintains stock option plans. All managers and employees entitled to an annual bonus and whose compensation does not include any commissions directly or indirectly related to the sale or purchase of assets for the Company are eligible to the stock option plans. As at June 30, 2016, management-related expenses recorded in profit or loss totaled R\$6,615 (R\$14,202 as at June 30, 2015).

The variable compensation (stock option plan) is not included in the overall compensation approved at the Shareholders' Meeting.

No amounts were paid in the period relating to: (1) post-employment benefits (pension, other retirement benefits, post-employment life insurance and post-employment health care plan); (2) long-term benefits (leave of absence for length of service and long-term disability benefits); and (3) severance benefits.

14. CURRENT ACCOUNTS WITH VENTURE PARTNERS

The balances in net assets and liabilities are as follows:

	Parent		Consolidated	
	06/2016	2015	06/2016	2015
Abc Realty De Investimento Imobiliária Ltda	-	-	817	939
Cbr 014 Empreendimentos Imobiliários Ltda	-	-	(1,933)	(1,869)
Cbr 031 Empreendimentos Imobiliários Ltda	-	-	-	255
Cbr 032 Empreendimentos Imobiliários Ltda	-	-	(3,475)	(3,489)
Century De Investimento Imobiliária Ltda	-	-	653	(448)
Consortio De Urbanizacao Jundiai	7,771	9,316	7,771	9,316
Corsega Empreendimentos Imobiliários Ltda	-	-	(181)	(155)
Cyrela Brazil Realty Rjz Empr Imobiliária Ltda	-	-	2,088	1,976
Cyrela Europa Empreendimentos Imobiliários Ltda	-	-	(4,320)	(5,985)
Cyrela Iberia Empreendimentos Imobiliários Ltda	-	-	596	584
Cyrela Imobiliária Ltda	-	-	807	893
Cyrela Jasmim Ltda	-	-	(470)	(161)
Cyrela Lambari Empreendimentos Imobiliários Ltda	-	-	(1,256)	(1,260)
Cyrela Mac Amazonas Empreendimentos Imobiliários Spe Ltda	-	-	(103)	(110)
Cyrela Particip E Empreendimentos Imobiliários Ltda	-	-	182	(41)
Cyrela Polinesia Empreendimentos Imobiliários Ltda	-	-	487	486
Cyrela Rjz Construtora E Empreendimentos Imobiliários Ltda	-	-	(4,020)	(712)
Cyrela Roraima Empreendimentos Imobiliários Ltda	-	-	(1,748)	(8,937)
Cyrela Suecia Empreendimentos Imobiliários Ltda	-	-	(28,368)	(30,777)
CZ6 Empreendimentos Comerciais Ltda	-	-	933	(163)
Goldszeit Cyrela Empreendimentos Imobiliários S/A	-	-	244	77
Jardim Loureiro da Silva Empreendimentos Imobiliários Ltda	-	-	2,553	-
Kalahari Empreendimentos Imobiliários Ltda	-	-	(446)	(264)
Living Sabino Empreendimentos Imobiliários Ltda	-	-	(60)	(304)
Mac Investimentos E Participações Ltda	-	-	187	-
Miralda Empreendimento Imobiliário Ltda	-	-	-	149
Option de Investimentos Imobiliários Ltda	-	-	470	(122)
Pitombeira Empreendimentos Imobiliários Ltda	-	-	(477)	(114)
Plano Aroeira Empreendimentos Imobiliários Ltda	-	-	(501)	(501)
Plano Cambara Empreendimentos Imobiliários Ltda	-	-	(106)	(106)
Plano Guapira Empreendimentos Imobiliários Ltda	-	-	(726)	(1,066)
Vero Sta Isabel Empreendimentos Imobiliários Spe Ltda	-	-	(2,706)	(4,514)
Vinhedo Empreendimentos Imobiliários Ltda	-	-	(133)	480
Other 18 SPEs with balances of up to R\$100	-	-	141	(242)
	7,771	9,316	(33,100)	(46,185)
Balance disclosed in Assets	7,771	9,316	20,810	37,403
Balance disclosed in Liabilities	-	-	53,910	83,588
	7,771	9,316	(33,100)	(46,185)

15. WORKS IN PROGRESS

As a result of the procedure prescribed by CVM Instruction 561/08 (OCPC 1 (R1)), as amended by CVM Instruction 624/10, sales revenue and corresponding budgeted costs related to units sold and whose costs have not yet been incurred, are not recorded in the interim financial information of the Company and its subsidiaries. The main balances to be reflected as costs are incurred can be shown as follows:

- a) Contracted real estate transactions to be allocated from accumulated construction in progress

	<u>06/2016</u>	<u>2015</u>
(+) Total gross sales revenue	14,747,819	16,309,940
(-) Total unrecognized gross revenue	<u>(11,993,840)</u>	<u>(12,787,435)</u>
(=) Unrecognized sales revenue:	(i) 2,753,979	3,522,505
(+) Total cost of properties sold	8,587,300	9,763,909
(-) Total unrecognized cost	<u>(6,898,120)</u>	<u>(7,604,816)</u>
(=) Unrecognized cost	(ii) 1,689,180	2,159,093
Unrecognized profit	<u>1,064,799</u>	<u>1,363,412</u>
(i) Excluding taxes on sales		
(ii) Excluding unrecognized guarantee costs		

- b) Commitments on budgeted costs not yet incurred on units sold

	<u>06/2016</u>	<u>2015</u>
Amounts not reflected in the financial statements		
Current	1,137,269	1,399,077
Noncurrent	<u>551,911</u>	<u>760,016</u>
	<u>1,689,180</u>	<u>2,159,093</u>

16. ADVANCES FROM CUSTOMERS

	<u>Parent</u>		<u>Consolidated</u>	
	<u>06/2016</u>	<u>2015</u>	<u>06/2016</u>	<u>2015</u>
Amounts received for property sales				
Amounts received for project sales:				
Other advances	-	-	14,197	110,324
	-	-	14,197	110,324
Units sold in projects under constructions				
Allocated revenue	(150,130)	(144,559)	(43,708,765)	(42,427,419)
Received revenue	150,130	145,326	43,822,332	42,491,788
	-	767	113,567	64,369
	-	767	127,764	174,693
Amounts received for physical barter				
Barter with land	-	-	548,053	708,988
Total advances from customers	-	767	675,817	883,681
Current	-	767	549,486	724,169
Noncurrent	-	-	126,331	159,512

Advances from customers originated from physical barter of land will be amortized in profit or loss using the same procedure applied in the recognition of revenues from sales (according to the cost percentage incurred on the project).

17. TRADE PAYABLES AND ACCRUED WARRANTIES

The Company and its subsidiaries provide warranties to their customers on the sale of their properties. Such warranties have specific features, according to certain items, and are offered for varying periods that range up to five years after the construction work has been completed and are partially shared with the suppliers of goods and services. The amounts recorded by the Company and its subsidiaries are recognized in 'Trade payables'.

	Parent		Consolidated	
	6/2016	2015	6/2016	2015
Accrued construction warranties	-	-	138,083	138,302
Other suppliers of goods and services	9,977	4,232	232,207	197,686
Total trade payables	9,977	4,232	370,290	335,988
Current	9,977	4,232	289,977	254,170
Noncurrent	-	-	80,313	81,818

18. PAYABLES DUE FOR PROPERTY ACQUISITIONS

Refers to land acquired, aiming at launching new developments, individually or in association with third parties, with the following aging list:

Year	Consolidated	
	06/2016	2015
2017	2,564	6,335
2018	22,465	15,424
2019	31	8
2020	5	-
Noncurrent	25,065	21,767
Current	165,316	188,705
Total	190,381	210,472

Payables are substantially adjusted for inflation based on the fluctuation of the National Civil Construction Index (INCC), the General Market Price Index (IGP-M), or the variance of the SELIC rate (Central Bank's policy rate).

As at June 30, 2016, the interest on land returned to sellers was reversed and inflation adjustment, totaling R\$4,456, was capitalized in inventories. (As at June 30, 2015, R\$9,446 was eligible for capitalization in inventories.)

19. PROVISIONS FOR LABOR, TAX AND CIVIL RISKS

The provisions for tax, labor and civil risks have been recognized for lawsuits whose likelihood of loss was considered probable, based on the opinion of the Company's legal counsel.

Broken down as follows:

	Parent		Consolidated	
	06/2016	2015	06/2016	2015
Civil lawsuits	13,217	10,183	121,881	102,632
Tax lawsuits	-	-	3,062	2,633
Labor lawsuits	1,037	1,890	65,022	75,695
Contract terminations	-	-	18,856	20,697
	14,254	12,073	208,821	201,657

The Company and its subsidiaries are parties to tax, labor and civil lawsuits both at the administrative and the judicial levels.

Tax lawsuits

As at June 30, 2016, the Company and its subsidiaries are parties to lawsuits, totaling R\$148,846 (R\$82,955 as at December 31, 2015), of which, the amount of R\$3,062 (R\$2,633 as at December 31, 2015), is classified as probable losses, R\$112,842 (R\$48,863 as at December 31, 2015), is classified as possible losses, and R\$32,942 (R\$31,459 as at December 31, 2015) is classified as remote losses by the Company's legal counsel and Management.

Additional disclosures on the main provisions for tax risks, whose likelihood of loss is assessed by Management as possible, are as follows:

- The Company is a party to a tax administrative proceeding resulting from the tax assessment notice issued by the Federal Revenue Service relating to the collection of alleged IRRF and INSS credits related to the stock option plan. This proceeding is at administrative defense stage, but have not yet been analyzed by the tax authority.
- The Brazilian tax authorities filed a tax administrative proceeding against the Company in January 2005, claiming the payment of IRRF on interest earned on the Fixed Rate Notes issued abroad. As at June 30, 2016, this proceeding amounts to R\$6,227 (R\$6,101 as at December 31, 2015).
- The Company and its investees are parties to tax administrative proceedings resulting from Federal Revenue Service decisions that did not approve the offset of tax credits against taxes payable. The amounts of these credits arise mostly from the utilization of the balance of withholding income taxes calculated in the annual income tax returns. These proceedings are at administrative defense stage, but have not yet been analyzed by the tax authority. As at June 30, 2016, these proceedings total R\$11,594 (R\$10,852 as at December 31, 2015).
- Four of the Company's subsidiaries are parties to an administrative proceeding arising from the tax assessment notice relating to the collection of social security contribution on profit sharing for calendar 2008 as well as on contractors' social security contribution. The Companies filed an objection against this tax assessment notice and await a final decision by the tax authorities. As at June 30, 2016, this proceeding amounts to R\$5,714 (R\$5,616 as at December 31, 2015).

Labor lawsuits

As at June 30, 2016, the Company and its subsidiaries are parties to lawsuits, totaling R\$125,230 (R\$121,279 as at December 31, 2015), of which, the amount of R\$65,022 (R\$75,695 as at December 31, 2015), is classified as probable losses, R\$41,655 (R\$25,269 as at December 31, 2015), is classified as possible losses, and R\$18,553 (R\$20,315 as at December 31, 2015) is classified as remote losses.

Most of the lawsuits are filed by employees of subcontractors, mainly claiming the paying of overtime and others. Under the Brazilian labor laws, the Company is jointly and severally liable for the compliance of labor obligations to the employees of the Company's service providers.

Civil lawsuits

As at June 30, 2016, the Company and its subsidiaries are parties to lawsuits, totaling R\$266,239 (R\$229,384 as at December 31, 2015), of which, the amount of R\$121,881 (R\$102,632 as at December 31, 2015), is classified as probable losses, R\$123,573 (R\$102,584 as at December 31, 2015), is classified as possible losses, and R\$20,785 (R\$24,169 as at December 31, 2015) is classified as remote losses.

Most of the lawsuits refer to compensation claims for pain and suffering.

Additionally, Queiroz Galvão MAC Cyrela Veneza, where the Company holds a 30% stake, is a party to a civil class action challenging the validity of the Construction Permit granted to the Domínio Marajoara project, which, as at June 30, 2016, based on the Company's opinion, is classified as probable loss in the case of the claimed compensation for environmental damages. The Company's management recognized a provision amounting to R\$9,742 related to threatened civil lawsuits related to this project.

The provision for contract terminations amounted to R\$18,856 (R\$20,697 as at December 31, 2015), which is considered sufficient by the Company's management to cover possible losses on the collection of receivables.

Contract terminations

The Company recognized an allowance for contract terminations amounting to R\$18,856 (R\$20,697 as at December 31, 2015), which is considered by the Company's management sufficient to cover possible losses on the collection of receivables.

Variations in the provision amounts

The provisions for probable losses on these lawsuits are estimated and adjusted by Management, based on the opinion of its legal counsel. As at June 30, 2016, the provisions for legal and administrative proceedings are classified in line item 'Provision for tax, labor and civil risks':

	Parent			
	Civil	Tax	Labor	Total
Balance at Dec 31, 2014	4,246	2,878	1,399	8,523
Additions	7,281	-	1,326	8,607
Reversal/payment	(4,091)	(2,372)	(679)	(7,142)
Inflation adjustment	1,294	45	809	2,148
Balance at Jun 30, 2015	8,730	551	2,855	12,136
Balance at Dec 31, 2015	10,183	-	1,890	12,073
Additions	-	-	67	67
Reversal/payment	(2,007)	-	(1,487)	(3,494)
Inflation adjustment	5,041	-	567	5,608
Balance at Jun 30, 2016	13,217	-	1,037	14,254

	Consolidated				
	Civil	Tax	Labor	Contract terminations	Total
Balance at Dec 31, 2014	104,328	5,645	54,431	-	164,404
Additions	44,504	45	37,809	-	82,358
Reversal/payment	(61,288)	(2,429)	(32,722)	-	(96,439)
Inflation adjustment	17,625	130	8,302	-	26,057
Balance at Jun 30, 2015	105,169	3,391	67,820	-	176,380
Balance at Dec 31, 2015	102,632	2,633	75,695	20,697	201,657
Additions	18,205	276	8,533	-	27,014
Reversal/payment	(20,006)	(62)	(24,288)	(1,841)	(46,197)
Inflation adjustment	21,050	215	5,082	-	26,347
Balance at Jun 30, 2016	121,881	3,062	65,022	18,856	208,821

20. DEFERRED TAXES AND CONTRIBUTIONS

a) Breakdown of deferred income tax, social contribution, PIS, and COFINS

Deferred taxes are recorded to reflect tax effects arising from temporary differences between the tax base, which basically determines the time of collection, based on receivables from sales of properties (SRF Regulatory Instruction 84/79) and effective allocation of revenue from real estate development in accordance with CFC Resolution 1266/09 and CVM Resolution 561/08, as amended by CVM Instruction 624/10 (OCPC 01(R1)).

The table below shows the balances of deferred taxes and contributions:

	Parent		Consolidated	
	06/2016	2015	06/2016	2015
In current and noncurrent assets				
IRPJ	-	-	547	790
CSLL	-	-	287	419
Subtotal	-	-	834	1,209
PIS	-	-	163	243
COFINS	-	-	751	1,124
Subtotal	-	-	914	1,367
Total:	-	-	1,748	2,576
Current	-	-	1,748	2,576
Noncurrent	-	-	-	-
In current and noncurrent liabilities				
IRPJ	851	788	48,629	54,343
CSLL	307	284	24,801	27,572
Subtotal	1,158	1,072	73,430	81,915
PIS	89	82	13,646	15,094
COFINS	408	377	63,054	69,736
Subtotal	497	459	76,700	84,830
Total	1,655	1,531	150,130	166,745
Current	186	241	114,286	127,025
Noncurrent	1,469	1,290	35,844	39,720
	1,654	1,531	150,130	166,745

Payment terms of such taxes are equivalent to those of installments received from sales.

Due to the tax credits and obligations referred to above, the Company accounted for the corresponding tax effects (deferred income tax and social contribution), as follows:

	Parent		Consolidated	
	06/2016	2015	06/2016	2015
In current and noncurrent assets				
Difference of profit on real estate activities - deemed income	-	-	101	572
Difference of profit on real estate activities - RET	-	-	733	637
	-	-	834	1,209
In current and noncurrent liabilities				
Difference of profit on real estate activities - taxable income	(1,158)	(1,072)	(5,898)	(7,896)
Difference of profit on real estate activities - deemed income	-	-	(9,225)	(9,487)
Difference of profit on real estate activities - RET	-	-	(58,307)	(64,532)
	(1,158)	(1,072)	(73,430)	(81,915)

b) Income tax and social contribution

The Company and its subsidiaries recognize the following negative balances to be offset, deducted from or added to the future taxable income tax bases calculated based on taxable income. In addition, certain subsidiaries have tax differences in future years, arising from revenues from real estate development activities taxed on a cash basis and the amount recorded on the accrual basis, considering the deemed income tax regime, as follows:

	Parent		Consolidated	
	06/2016	2015	06/2016	2015
Credits for offset - taxable income				
Tax losses for offset against future				
taxable income - IRPJ and tax loss carryforwards				
for offset against future taxable income - CSLL	910,543	714,121	1,379,325	1,135,467
Taxable obligations - taxable income				
Difference between profit from real estate activities taxed				
on a cash basis and the amount recorded on the accrual basis	(3,407)	(3,153)	(17,347)	(23,222)
Taxable obligations - deemed income				
Difference between the profit from taxable real estate activities				
on a cash basis and the amount recorded on the accrual basis				
Income tax base	-	-	23,804	23,238
Social contribution base	-	-	35,252	34,511
Taxable obligations - special taxation regime				
Tax base - RET	-	-	2,999,545	3,328,490

In the current context of the Parent's operations, which substantially correspond to holding interests in other companies, no tax credits were recognized on the total accumulated balance of tax loss carryforwards or the balance of temporarily nondeductible expenses in determining taxable income. In addition, certain subsidiaries recognize tax loss carryforwards, whose realization or recovery depends on future events and, therefore, such possible tax benefits are not recorded in the interim financial information.

The tax loss carryforwards to be offset against future taxable income can be carried forward indefinitely and their offset is limited to 30% of taxable income calculated in each reporting period.

The tax difference between taxable income calculated on a cash basis and on accrual basis will be probably incurred through 2036, considering the term of receipt of sales and the completion of the related construction work.

c) Deferred PIS and COFINS balance

Deferred PIS and COFINS calculated on the difference between revenue taxed on a cash basis and the revenue recognized on an accrual basis are recorded in line item 'Deferred taxes and contributions', in current and noncurrent liabilities, based on expected settlement:

	Parent		Consolidated	
	06/2016	2015	06/2016	2015
Current	120	195	2,977	3,938
Deferred payment	497	459	76,700	84,830
	617	654	79,677	88,768

d) Deferred income tax and social contribution expense for the year

As allowed by prevailing tax legislation, Company's subsidiaries adopt the cash basis for calculating revenue from real estate development, and this revenue is used to determine taxable income.

The income tax and social contribution due on the Company's and its subsidiaries' taxable income were included in the interim financial information.

The income tax and social contribution expenses for the years ended June 30, 2016 and 2015 are reconciled to the accounting profit as follows:

	Parent				Consolidated			
	04/01/2016 to 06/30/2016	01/01/2016 to 06/30/2016	04/01/2015 to 06/30/2015	01/01/2015 to 06/30/2015	04/01/2016 to 06/30/2016	01/01/2016 to 06/30/2016	04/01/2015 to 06/30/2015	01/01/2015 to 06/30/2015
Profit before income tax and social contribution	44,547	106,061	118,012	218,740	71,337	178,454	208,977	350,231
(x) Statutory rate:	-34%	-34%	-34%	-34%	-34%	-34%	-34%	-34%
(=) Expected income tax and social contribution expense	(15,146)	(36,061)	(40,124)	(74,372)	(24,255)	(60,674)	(71,052)	(119,079)
(+/-) Effect of the statutory rate on:								
Share of profit of subsidiaries	30,295	56,882	63,873	103,917	4,757	7,077	7,573	10,499
Temporary additions and deductions and other (i)	(2,036)	(9,000)	119,672	138,630	(2,036)	(9,000)	119,672	138,630
Unrecognized tax credits (ii)	(12,957)	(11,907)	(143,427)	(168,368)	(12,957)	(11,907)	(143,426)	(168,367)
Effect of tax gain from adopting the deemed income or RET regime	-	-	-	-	19,656	41,420	63,315	91,077
(=) Income tax and social contribution expense	156	(86)	(6)	(193)	(14,835)	(33,084)	(23,918)	(47,240)
Deferred taxes	156	(86)	(6)	(193)	5,723	8,248	7,192	16,783
Current taxes	-	-	-	-	(20,558)	(41,332)	(31,110)	(64,023)
	156	(86)	(6)	(193)	(14,835)	(33,084)	(23,918)	(47,240)

(i) Refers mainly to provisions for tax, labor and civil risks, whose tax benefits were not recognized.

(ii) Refers to unrecorded tax losses

21. EQUITY

a) Capital

As at June 30, 2016, capital totals R\$3,395,744 (R\$3,095,744 as at December 31, 2015), represented by 399,742,799 registered common shares.

As at June 30, 2016, there was a R\$300,000 capital increase through the capitalization of earnings reserves, as approved in the minutes of the Extraordinary Shareholders' Meeting held on April 28, 2016.

The Company's Board of Directors is authorized to increase the capital, regardless of shareholders' meetings or amendments to the bylaws, up to the limit of 750,000,000 registered common shares, to be distributed in the country and/or abroad, publicly or privately.

b) Treasury shares

The Company may, as decided by the Boards of Directors, buy back own shares to be held in treasury and subsequently cancelled or sold.

On June 18, 2015, the Board of Directors authorized the buyback of up to 20,000,000 of the Company's common, registered, book-entry shares, with no par value, without capital reduction, limited to the balance of earnings and reserves available, as prescribed by CVM Instruction 10/80. The Executive Committee will determine the date and number of shares to be actually bought back, under the limits and effective term of this authorization. The decision to cancel or sell the treasury shares will be made and disclosed to the market on a timely basis.

Based on the provisions of CVM Instruction 10/80, Article 8, the following was specified:

- (i) The Company's purpose is to buy back its shares issued to be held in treasury for subsequent cancellation or disposal in order to invest the available funds to maximize shareholder value.

- (ii) The number of outstanding common shares issued by the Company is 243,097,813 common shares, according to share deposit account records informed by the depositary institution as at June 30, 2016 (242,064,674 as at December 31, 2015).

Share buyback/cancellation program

In 2015, the Company bought back 4,361,300 shares, totaling R\$46,590.

Under the share buyback program launched in December 2015, no shares were bought back.

As at June 30, 2016, these shares were quoted at R\$10.29 (R\$7.50 as at December 31, 2015) per share. The market value is benchmarked to the quotation of Company shares on BM&FBOVESPA S.A. – Bolsa de Valores, Mercadorias e Futuros (São Paulo stock exchange).

The balance as at June 30, 2016 is as follows:

Position	Number	Buyback price	Average buyback price	Market price
Balance at December 31, 2014	16,807,244	220,416	13	220,223
Treasury shares bought back - 01/2015	2,854,400	30,550	-	30,856
Treasury shares bought back - 02/2015	1,506,900	16,054	-	17,450
Shares assigned under the Stock Options Plan 2009 Retention (02/2015)	(3,000)	(38)	-	(40)
Shares exercised under the Stock Options Plans 2012_Mach 1(X)_3 Years (0	(23,250)	(293)	-	(230)
Shares exercised under the Stock Options Plans 2012_Mach 2(X)_3 Years ((	(52,120)	(657)	-	(516)
Shares exercised under the Stock Options Plans 2009_(Retention) (06/2015)	(13,500)	(170)	-	(134)
Shares exercised under the Stock Options Plans 2012_Mach 1(X)_3 Years ((	(26,200)	(330)	-	(259)
Shares exercised under the Stock Options Plans 2012_Mach 2(X)_3 Years ((	(1,466)	(20)	-	(15)
Shares exercised under the Stock Options Plans 2012_Mach 2(X)_3 Years ((	(24,800)	(313)	-	(231)
Shares exercised under the Stock Options Plans 2012_Mach 2(X)_3 Years ((	(73,000)	(922)	-	(613)
Shares exercised under the Stock Options Plans 2009_(Retention) (08/2015)	(3,000)	(37)	-	(25)
Shares exercised under the 2011 Plan (Retention) (10/2015)	(23,074)	(291)	-	(194)
Shares exercised under the 2013 Plan Vesting 2 Years (10/2015)	(138,000)	(1,740)	-	(1,159)
Shares exercised under the 2011 Plan (Retention) (11/2015)	(110,000)	(1,388)	-	(924)
Shares exercised under the 2011 Plan (Retention) (12/2015)	(15,407)	(194)	-	(129)
Balance at December 31, 2015	20,661,727	260,627	13	264,060
2011 Plan (Retention) 01/2016	(1,200,000)	(15,136)	-	(10,080)
2011 Plan (Retention) 02/2016	(555,811)	(7,011)	-	(4,669)
2011 Plan (Retention) 03/2016	(70,208)	(886)	-	(590)
2011 Plan (Retention) 03/2016	(46,148)	(583)	-	(388)
2011 Plan (Retention) 04/2016	(67,467)	(851)	-	(567)
2013 Plan 04/2016	(34,000)	(429)	-	(349)
2011 Plan (Retention) 05/2016	(11,377)	(144)	-	(109)
2013 Plan 05/2016	(51,061)	(644)	-	(490)
2013 Plan 05/2016	(60,782)	(767)	-	(584)
Balance at June 30, 2016	18,564,873	234,176	13	246,234

c) Allocation of profit for the year

Profit for the year, after the statutory offsets and deductions and pursuant to the Company's bylaws, will be allocated as follows:

- 5% to the legal reserve, up to the limit of 20% of the paid-in capital.
- 25% of the balance, after allocation to legal reserve, will be allocated to the payment of minimum mandatory dividends to all shareholders.

d) Earnings (expansion) reserve

The remaining balance of profit for the year ended December 31, 2015, after recognition of legal reserve and proposed dividends, in the amount of R\$319,058 (R\$471,318 as at December 31, 2014), was transferred to line item 'Expansion reserve', pursuant to article 40 of the Bylaws, and will be used for investment in the Company, to finance its activities, in accordance with the growth plan projected by Management for 2016.

e) The variations in capital transactions in 2015 mainly resulted from the acquisition of noncontrolling interests in investees already consolidated in the Company's interim financial information.

22. PROJECT-RELATED ASSETS WITH EQUITY SEGREGATION STRUCTURES

The equity segregation structures in the Company refer to the Special Tax Regime (RET - earmarked assets), which may or may not include Receivables Certificates (CRIs). The projects that made the permanent option for the RET and which may or may not have linked CRIs are as follows:

Project description	Consolidated RET-CRI	Total Consolidated	% of assets
925 Independência	70,072	12,243,534	0.57%
All Nations Vidamerica - Dom Heller	34,942	12,243,534	0.29%
Auguri Residence	66,020	12,243,534	0.54%
Boulevard Lapa	52,255	12,243,534	0.43%
Brisas Bosque Itirapina	40,092	12,243,534	0.33%
Carioca Residencial	159,124	12,243,534	1.30%
Carioca Shopping	60,198	12,243,534	0.49%
Ceo Corporate Executive Offices	37,963	12,243,534	0.31%
Certo Home Club	21,166	12,243,534	0.17%
Compasso	45,570	12,243,534	0.37%
Cond.Residencial Vita Belle	62,770	12,243,534	0.51%
Condominio Alegro Montenegro	47,256	12,243,534	0.39%
Condominio Batel	47,963	12,243,534	0.39%
Condomínio Ceo Salvador Shopping	60,722	12,243,534	0.50%
Condominio Dhc Offices	21,647	12,243,534	0.18%
Condominio Edificio Artisan	60,362	12,243,534	0.49%
Condominio Emirado	21,835	12,243,534	0.18%
Condominio Encontro Ipiranga	25,772	12,243,534	0.21%
Condominio Ile Saint Louis	25,277	12,243,534	0.21%
Condomínio Jardins - Sub. Jardim De Veneto	48,719	12,243,534	0.40%

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Condomínio Jardins - Sub. Pátio Jardins	26,942	12,243,534	0.22%
Condominio Le Parc Boa Viagem Residencial Resort	90,475	12,243,534	0.74%
Condomínio Le Parc Residencial Resort (Salvador)	43,917	12,243,534	0.36%
Condominio Lead Americas	143,069	12,243,534	1.17%
Condomínio Menai Tatuapé	34,959	12,243,534	0.29%
Condomínio Panamérica Brickell - Bento Branco I	70,931	12,243,534	0.58%
Condominio Personna (Exclusive)	27,840	12,243,534	0.23%
Condominio Pleno Residencial	120,541	12,243,534	0.98%
Condomínio Por Do Sol	94,072	12,243,534	0.77%
Condominio Reserva Morumbi	81,542	12,243,534	0.67%
Condominio Thera Faria Lima Pinheiros	106,764	12,243,534	0.87%
Condominio Varanda Ipiranga	32,411	12,243,534	0.26%
Condominio Vista Park Residencial	105,078	12,243,534	0.86%
Cosmopolitan High Garden	77,878	12,243,534	0.64%
Cosmopolitan High Garden	26,968	12,243,534	0.22%
Cosmopolitan Santa Cecília	26,056	12,243,534	0.21%
Cyrela Sul 001 - Medplex Norte	57,460	12,243,534	0.47%
Cyrela Sul 001 - Medplex Sul	30,947	12,243,534	0.25%
Doc Castelo Batel	23,460	12,243,534	0.19%
Dona Carolina	41,202	12,243,534	0.34%
Duo Concept	43,843	12,243,534	0.36%
Edificio Gioia	47,596	12,243,534	0.39%
Edificio K By Cyrela	65,814	12,243,534	0.54%
Edificio Live Bandeirantes All Suites	20,027	12,243,534	0.16%
Edificio Mandarin (Belém)	39,071	12,243,534	0.32%
Edifício Mirage Bay	57,407	12,243,534	0.47%
Edificio Storia Ibirapuera	29,046	12,243,534	0.24%
Edificio Vetrino	38,256	12,243,534	0.31%
Encontro Imigrantes - Bandeirantes	52,266	12,243,534	0.43%
Escritórios Rio Negro	23,190	12,243,534	0.19%
Essenza Moema	74,466	12,243,534	0.61%
Fatto Momentos	27,544	12,243,534	0.22%
Fatto Move	40,901	12,243,534	0.33%
Fatto Novo Panamby	63,032	12,243,534	0.51%
Fatto Unique	23,893	12,243,534	0.20%
Grupamento 360 Graus On The Park	175,553	12,243,534	1.43%
Grupamento Residencial Majestic	79,192	12,243,534	0.65%
Grupamento Residencial Reserva Jardim	28,129	12,243,534	0.23%
In Mare Bali Residencial Resort	52,184	12,243,534	0.43%
Inspire Flores	99,602	12,243,534	0.81%
Invite Taquaral	57,296	12,243,534	0.47%
Jardim De Provence (Fase 1)	67,142	12,243,534	0.55%
Le France	55,203	12,243,534	0.45%
Living Dom Jayme - Suit São Bernado	53,028	12,243,534	0.43%
Living Itirapina	24,130	12,243,534	0.20%
Living Magic - Colgate	45,184	12,243,534	0.37%
Living Magic 2	33,459	12,243,534	0.27%
Maayan	43,107	12,243,534	0.35%
Misti Morumbi	90,635	12,243,534	0.74%
Neo Life Residencial	59,794	12,243,534	0.49%
New Residence Ipiranga	35,897	12,243,534	0.29%
New Station Vila Clementino	20,373	12,243,534	0.17%
Next Office Castanheira	29,245	12,243,534	0.24%
Nobre Norte Clube Residencial	83,485	12,243,534	0.68%

Now Studios Ipiranga	56,463	12,243,534	0.46%
Ocean Pontal Residence & Beach Place	193,490	12,243,534	1.58%
One Sixty	125,953	12,243,534	1.03%
Passeio Do Bosque-Bonfiglioli	81,282	12,243,534	0.66%
Pedra Bonita	48,116	12,243,534	0.39%
Península - Q. 9 Lote 7	24,789	12,243,534	0.20%
Praticidade by Plano&Plano	25,144	12,243,534	0.21%
Quartier Lagoa Nova	31,371	12,243,534	0.26%
Reserva Ipanema	30,984	12,243,534	0.25%
Residencial Paulo Gorski (Opera Unique Home)	23,591	12,243,534	0.19%
Riserva Golf Vista Mare Residencial (Fase 1)	339,236	12,243,534	2.77%
Riserva Golf Vista Mare Residencial (Fase 2)	36,336	12,243,534	0.30%
Rjz Cyrela Like Residencial Club	78,112	12,243,534	0.64%
Saint Barth	28,452	12,243,534	0.23%
Storia Vila Clementino – By Cyrela	22,626	12,243,534	0.18%
Summer Bandeirante Residencial	21,764	12,243,534	0.18%
Teodoro Da Silva	49,409	12,243,534	0.40%
Terrabela Planalto	30,303	12,243,534	0.25%
Time Center Campinas	27,663	12,243,534	0.23%
Tom1102	31,015	12,243,534	0.25%
Tree Morumbi	43,960	12,243,534	0.36%
Urban Office E Hotel	53,089	12,243,534	0.43%
Varanda Botanic.	28,118	12,243,534	0.23%
Vega Luxury Design Offices	34,988	12,243,534	0.29%
Verdant Valley Residence	94,162	12,243,534	0.77%
Verdant Village Residence	40,238	12,243,534	0.33%
Visionnaire Neoville Florianópolis	25,340	12,243,534	0.21%
Vitamare Neoville Florianópolis	22,776	12,243,534	0.19%
Way	21,768	12,243,534	0.18%
Way Orquidário	75,140	12,243,534	0.61%

Total	5,796,903	12,243,534	47.35%
Other 193 projects with assets of up to R\$ 5.000	245,633	12,243,534	2.01%
Other 30 projects with assets above R\$5.000 up to R\$10,000	218,577	12,243,534	1.79%
Other 33 projects with assets above R\$10.000 up to R\$15,000	435,769	12,243,534	3.56%
Other 15 projects with assets above R\$15.000 up to R\$20,000	259,043	12,243,534	2.12%
Total	6,955,925	12,243,534	56.81%

<u>Project description</u>	<u>Consolidated RET-CRI</u>	<u>Total Consolidated</u>	<u>% of assets</u>
Tree Morumbi	43,960	12,243,534	0.36%
Urban Office E Hotel	53,089	12,243,534	0.43%
Varanda Botanic.	28,118	12,243,534	0.23%
Vega Luxury Design Offices	34,988	12,243,534	0.29%
Verdant Valley Residence	94,162	12,243,534	0.77%
Verdant Village Residence	40,238	12,243,534	0.33%
Visionnaire Neoville Florianópolis	25,340	12,243,534	0.21%
Vitamare Neoville Florianópolis	22,776	12,243,534	0.19%
Way	21,768	12,243,534	0.18%
Way Orquidário	75,140	12,243,534	0.61%
Total	5,796,903	12,243,534	47.35%
Other 193 projects with assets of up to R\$ 5.000	245,633	12,243,534	2.01%
Other 30 projects with assets above R\$5.000 up to R\$10,000	218,577	12,243,534	1.79%
Other 33 projects with assets above R\$10.000 up to R\$15,000	435,769	12,243,534	3.56%
Other 15 projects with assets above R\$15.000 up to R\$20,000	259,043	12,243,534	2.12%
Total	6,955,925	12,243,534	56.81%

23. MANAGEMENT AND EMPLOYEE BENEFITS

Management and employee benefits are all offered as compensation paid, payable, or provided by the Company, or on behalf of the Company, in exchange for services that are rendered to the Company.

a) Post-employment benefits

The Company and its subsidiaries do not offer pension plans to their employees; however, they make monthly contributions based on payroll to official pension and social security funds, which are charged to expenses on the accrual basis.

b) Profit sharing plan

The Company and the other group companies have an employee profit-sharing plan in accordance with the collective bargaining agreement entered into with the Union of the São Paulo Construction Workers. As at June 30, 2016, the accrued profit sharing totaled R\$1,865 (R\$18,442 as at June 30, 2015), recorded in 'General and administrative expenses', and as 'Payroll, related taxes, and profit sharing' in liabilities, based on the indicators and parameters defined in the agreement and projected earnings.

c) Stock option plan

Plan description

To participate in the plan, officers or employees must acquire the Company's shares within preset deadlines, using own funds or funds arising exclusively from the receipt of the annual bonus granted according to the compensation policy in force.

In exchange for the share acquisition, the Company will enter into a stock option agreement with each beneficiary, whereby the Company will grant, for each share acquired, stock options within previously defined limits and conditions.

Computation of amounts and recording of stock options are in compliance with the criteria established by CVM Resolution 650/10 - Share-based Payment (CPC 10 (R1)).

The number of stock options granted, vesting and exercise periods, as approved at the Company's Shareholders Meeting, are as follows:

Number, amounts and terms of the plans

	Plans granted on							
	2007	2008	2011	2012	2013	2014	2015	
	05/17/2007 10/08/2007 10/01/2009 12/01/2010 02/01/2011 08/01/2012 09/02/2013							
Grant dates		04/29/2008	08/11/2011	05/02/2012	12/12/2013	05/02/2014	08/10/2015	
			Five (5) years Three (3) years Two and a half (2.5) years		Five (5) years Three (3) years Two(2) years	Five (5) years Three (3) years		
Vesting period	Five (5) years 05/17/2012 10/08/2012 10/01/2014 12/01/2015 02/01/2016 08/01/2017 09/02/2018	Five (5) years		Five (5) years Three (3) years			Five (5) years	
			08/10/2016 08/10/2014 02/10/2014	04/27/2015 04/27/2017	03/30/2018 04/30/2016 05/30/2015	05/02/2019 05/02/2017	08/10/2020	
Exercise period		04/28/2013						
Average strike price	RS 0.01	RS 0.01	RS 0.01	RS 0.01	RS 0.01	RS 0.01	RS 0.01	
	2007	2008	2011	2012	2013	2014	2015	Total
Number of shares at 12/31/2014	3,308,087	11,533	275,828	371,230	2,300,146	599,430	-	6,866,254
Granted shares	-	-	-	-	25,000	-	-	25,000
Exercised shares	(16,500)	-	-	(103,036)	-	-	-	(119,536)
Cancelled shares	(339,598)	-	-	(8,886)	(8,253)	(3,937)	-	(360,674)
Number of shares at 06/30/2015	2,951,989	11,533	275,828	259,308	2,316,893	595,493	-	6,411,044
Number of shares at 12/31/2015	2,798,480	11,533	275,828	161,508	2,139,793	525,244	77,600	5,989,986
Recovered shares	46,148	-	-	-	-	-	-	46,148
Exercised shares	(1,951,011)	-	-	-	(145,933)	-	-	(2,096,944)
Cancelled shares	(447)	-	-	-	(25,000)	(6,425)	-	(31,872)
Number of shares at 06/30/2016	893,170	11,533	275,828	161,508	1,968,860	518,819	77,600	3,907,318

The market value of each stock option is estimated on the grant date, using the Black-Scholes option pricing model, which uses the following basic assumptions: the price on the grant date, strike price, vesting period, stock price volatility, percentage of distributed dividends and risk-free rate.

The amounts of the amortizations recorded as expenses in the interim financial information, as a balancing item to the Company's equity, from the grant date through March 31, 2016, are as follows:

Plan	Average strike price	Grant date	Accumulated expenses 06/2016	Accumulated expenses 06/2015
2006	14.60	05/04/2006	2,744	2,744
2007	0.01	05/17/2007 10/08/2007 10/01/2009 12/01/2010 /02/01/2011 08/01/2012 09/02/2013	77,821	74,444
2008	0.01	04/29/2008	22,451	22,451
2011	0.01	08/11/2011	4,235	3,514
2012	0.01	05/02/2012	4,923	4,498
2013	0.01	03/28/2013 05/02/2013 10/01/2013 12/12/2013	23,666	17,281
2014	0.01	05/02/2014	3,612	2,086
2015	0.01	08/10/2015	85	-
Total			139,537	127,018

24. FINANCIAL INSTRUMENTS

a) Analysis of financial instruments

The Company and its subsidiaries conduct transactions involving financial instruments, all recorded in balance sheet accounts, which are intended to meet their needs and reduce their exposure to credit, currency and interest rate risks. These risks are managed by defining strategies, setting control systems and determining position limits.

The Company and its subsidiaries valued their financial assets and financial liabilities in relation to market values, based on information available and appropriate valuation methodologies. However, both the interpretation of market inputs and the selection of appraisal methods require considerable judgment and reasonable estimates to calculate the most adequate realizable value. Consequently, estimates presented herein are not necessarily indicative of the amounts that could be realized in the current market. The use of different market assumptions and/or valuation methodologies may have a material effect on the estimated realizable values.

Transactions are not conducted with financial instruments for speculative purposes.

	Parent		Consolidated		Classification
	06/2016	2015	06/2016	2015	
FINANCIAL ASSETS	1,449,129	1,612,052	5,773,192	6,334,173	
Measured at amortized cost					
Cash and cash equivalents	232,908	286,585	588,949	828,512	Loans and receivables
Securities	694,990	897,762	1,169,514	1,333,502	Loans and receivables
Securities - NTNB	73,577	71,571	121,920	71,571	Held to maturity
Trade receivables	45,367	7,543	3,580,176	3,846,292	Loans and receivables
Related parties	394,516	339,275	291,823	216,893	Loans and receivables
Current accounts with venture partners	7,771	9,316	20,810	37,403	Loans and receivables
FINANCIAL LIABILITIES	1,051,339	1,424,006	4,257,982	4,504,471	
Measured at amortized cost					
Borrowings and financing	608,018	704,308	3,191,250	3,229,751	Other liabilities
Debentures	150,871	148,646	150,871	148,646	Other liabilities
Certificates of Real Estate Receivables (CRIs)	195,962	348,191	194,715	363,214	Other liabilities
Trade payables and provision for warranty	9,977	4,232	370,290	335,988	Other liabilities
Payables for property acquisitions	-	-	190,381	210,472	Other liabilities
Related parties	86,511	218,629	106,565	132,812	Other liabilities
Current accounts with venture partners	-	-	53,910	83,588	Other liabilities

b) Fair value of financial assets and financial liabilities.

The fair value of financial assets and financial liabilities is the amount for which an instrument could be exchanged in a current transaction between willing parties other than in a forced liquidation or sale.

The following methods and assumptions were adopted in estimating fair value:

- Cash equivalents, trade payables and other current liabilities measured at amortized cost approximate their fair values.
- Trade receivables: receivables from completed units approximate their fair values on the sale date. Receivables from units under construction are recognized to the extent the work is performed, and the adjustment to present value is recorded, in order to determine such amounts at market value upon revenue recognition.

- The debentures issued by the Company are of a public nature and can be compared to other fair value instruments. The Company considers that the carrying amount of debentures approximates the fair value of these securities.
- Securities yield interest indexed to the CDI, as disclosed by the respective institutions; therefore, the carrying amount of these securities is not significantly different from their fair values.

c) Sensitivity analysis for financial assets and financial liabilities

Financial assets

Based on the probable scenario for the 12-month accumulated CDI, scenarios with stress of 25% and 50% were defined. The probable rate for accumulated CDI for the next 12 months of 13.36% p.a. was defined based on one-year fixed x DI benchmark swap rates disclosed by BM&FBOVESPA and alternative scenarios considering the CDI of 10.02% p.a. and 6.68% p.a. For each scenario, we calculated the "gross finance income", not taking into consideration the levy of taxes on the income from short-term investments. We calculated the sensitivity of securities to the scenarios for average monthly yields, based on the balance as at June 30, 2016. For those cases where the risk factor is the US dollar fluctuation, based on the scenario for the coming 12 months, of R\$3.80, the Company defined 25% and 50% stress scenarios, using the US dollar at R\$2.85 and R\$1.90, respectively.

These rates used for market projections were obtained from an external source.

Transaction	Position 06/2016	Risk factor	Scenario I Probable	Scenario II	Scenario III
Investment fund - fixed-income	784,748	CDI	13.36%	10.02%	6.68%
Projected income			104,842	78,632	52,421
Sundry investment funds	20,031	CDI	13.36%	10.02%	6.68%
			2,676	2,007	1,338
Bank certificates of deposit	839,588	CDI	13.36%	10.02%	6.68%
Projected income			112,169	84,127	56,085
Federal government bonds - NTN-B (iii)	121,920	IPCA	5.63%	4.22%	2.81%
Projected income			6,862	5,147	3,431
Other	160	USD	3.80	2.85	1.90
			189	142	94
	<u>1,766,447</u>		<u>226,738</u>	<u>170,055</u>	<u>113,369</u>

Financial liabilities

The Company's securities (debentures and CRIs), in the total amount of R\$346,833, net of issuance costs, yield interest equivalent to 100% of the CDI rate plus 0.65% to 1.20% p.a., 101.5% of the CDI and 108% of the CDI, respectively. In order to determine the debt sensibility subject to CDI rate, the interest rate risk to which the Company had a liability position as at June 30, 2016, three different scenarios were defined. The probable CDI rate accumulated for the next 12 months is 13.36% p.a., based on one-year fixed x DI benchmark swap rates disclosed by BM&FBOVESPA, equivalent to the probable scenarios listed below. Based on the probable CDI rate, stress scenarios were defined at the average rate of 16.70% p.a. and 20.04% p.a. for the next 12 months. The sensitivity of the finance

costs to the scenarios for the CDI rate variance was determined based on the balances as at June 30, 2016, gross of issue costs, as highlighted below:

Transaction	Position 06/2016	Risk factor	Scenario I Probable	Scenario II	Scenario III
CYRE 12 and 22 debentures	45,590	CDI	14.10%	17.46%	20.82%
Projected expense			6,428	7,960	9,492
CYRE 16 debentures	105,281	CDI	14.72%	18.10%	21.48%
Projected expense			15,497	19,056	22,614
CRIs - 1st issue	43,737	CDI	14.36%	17.97%	21.58%
Projected expense			6,281	7,859	9,438
CRIs - 2nd issue	152,225	CDI	14.50%	18.15%	21.81%
Projected expense			22,073	27,629	33,200
Total	346,833		50,279	62,504	74,744

Financing for the construction of properties is subject to the average interest rate of 9.12% p.a., indexed to the TR, a managed prime rate. Consequently, in order to demonstrate the sensibility of the finance costs to the TR rate, the interest rate risk to which the Company had a short position as at June 30, 2016, three different scenarios were defined. Future TR (12 months) was used based on the one-year fixed rate for TR, disclosed by BM&FBOVESPA, equivalent to the probable TR scenario of 1.05% p.a. Based on the probable TR scenario, stress scenarios of 25% and 50% were defined, and the annual rate applicable to work financing was recalculated. For each scenario, the finance costs were calculated, not considering the tax effects and payment flow estimated for 2016. The sensibility of the finance costs was determined based on the balances as at June 30, 2016.

The debt assumed with the BNDES is subject to 3.78% p.a. plus the TJLP (Long-term Interest Rate) and the Assumption of the Unpaid IPTU (Real Estate Tax) is subject to an interest of 12% p.a. indexed to the IPCA. In order to verify the sensitivity of the debt pegged to the TJLP and the IPCA, interest rate risk factors to which the Company was exposed as at June 30, 2016, three different scenarios were determined, using the TJLP of 7.50% p.a. and IPCA of 5.63% p.a. for a probable scenario. Based on the probable scenario, two stress scenarios of 25% and 50% were defined, and the annual rate applied to these borrowings was recalculated as follows:

Transaction	Position 06/2016	Risk factor	Scenario I Probable	Scenario II	Scenario III
BNDES	101,667	TJLP	11.56%	13.51%	15.46%
Projected expense			11,744	13,725	15,706
IPTU debt assumption	6,125	IPCA	19.20%	21.00%	22.81%
Projected expense			1,261	1,379	1,498
Domestic borrowing	697,515	CDI e TR	11.77%	14.87%	17.05%
Projected expense			85,359	107,841	123,651
Construction financing	2,391,150	TR	10.62%	11.01%	11.38%
Projected expense			246,187	255,228	263,805
	3,196,457		344,551	378,173	404,660

d) Derivative transactions

Under CVM Resolution 550, of October 17, 2008, publicly-held companies are required to disclose in a separate note information on all derivative financial instruments. Derivatives are used by the Company to manage market risks related to interest rates, mainly fixed CCB borrowings.

(i) Cash flow swap

This type of swap provides for the payment of the interest difference over the term of the contract at periodic intervals (constant flow). The Company has two operations of this type:

- The Company assumes a long position at a fixed rate of 10.52% p.a., and a short position at a rate of 85.03% of the CDI, entered into on June 8, 2015, maturing on May 6, 2019, with the principal amount being repayable in the last four months of the contract.

Description	Original amount in R\$'000	Long position (Cyrela)	Short position (Banco Morgan)	Fair value Position
Cash flow swap linked to borrowing	200,000	10.52% p.a.	85,03% CDI	373

- The Company assumes a long position at a fixed rate of 10.59% p.a., and a short position at a rate of 71.86% of the CDI, entered into on February 1, 2016, maturing on February 5, 2019, with the principal amount being repayable on the maturity date of the contract.

Description	Original amount in R\$'000	Long position (Cyrela)	Short position (Banco Morgan)	Fair value Position
Cash flow swap linked to borrowing	145,439	10.59% p.a.	71,86% CDI	-531

e) Considerations on capital risks and management

The main market risks to which the Company and its subsidiaries are exposed in conducting their business are:

(i) Market risk

The market risk is the risk that the fair value of future cash flows from financial instruments fluctuates due to changes in market price. Market prices are impacted by two types of risks: interest rate and currency. The financial instruments affected by market risks include securities, trade receivables, trade payables, borrowings, available-for-sale instruments, and derivatives.

- Interest rate risk: the profit or loss of the Company and its subsidiaries is susceptible to changes in the interest rate levied on securities and debts at variable interest rates, mainly the CDI rate.
- Contract termination risk: The Company efficiently adopts its credit analysis policies in order to ensure the receipt of credits upon work completion and final transfer to the bank. Despite of this, the termination of purchase and sale agreements increased, which reflects the Brazilian downturn.

- Interest rates on borrowings and financing, debentures and CRIs are mentioned in notes 10, 11 and 12. The contractual interest rates on securities are mentioned in note 4. Twelve percent (12%) interest per year plus inflation adjustment based on the General Market Price Index (IGP-M), allocated on a *pro rata temporis* basis, is levied on receivables from completed properties, as described in note 5. Additionally, as mentioned in note 13, a significant portion of the balances held with related parties and balances held with venture partners is not subject to finance charges and are stated based on the amounts agreed upon among the parties.
- Currency risk: the Company has entered into transactions denominated in foreign currencies that are exposed to market risks deriving from changes in the quotations of the related foreign currencies. Any fluctuation in the exchange rate may increase or reduce these balances. As at June 30, 2016 and December 31, 2015, the Company had no foreign-currency denominated borrowings. As at June 30, 2016, foreign-currency denominated securities totaled R\$160 (R\$1,034 as at December 31, 2015), whose exposure is hedged by future receivables, in US dollars, from real estate projects already delivered in Argentina.

(ii) Credit risk

Credit risk is the risk of a business counterparty not complying with an obligation set forth in a financial instrument or agreement with a customer, which would cause the Company to incur a financial loss. The Company is exposed to credit risk in its operating activities (particularly in relation to trade receivables).

The Company's credit risk on operating activities is managed based on specific customer acceptance standards, credit analysis and definition of exposure limits by customer, which are periodically reviewed.

Additionally, Management periodically determines if there is objective evidence that indicate that the economic benefits associated with the revenue recognized may not flow to the entity. Examples: (i) delay in the payment of installments; (ii) unfavorable local or national economic conditions, among others. If there is such evidence, the respective provision for contract termination is recorded. This provision considers that the Company will recover the real estate and that such amounts will be retained upon payment of the indemnities to the respective committed buyers, etc.

(iii) Liquidity risk

The liquidity risk consists of the possibility of the Company and its subsidiaries not having sufficient funds to meet their commitments, due to the different currencies and settlement terms of their rights and obligations.

The Company's and its subsidiaries' cash flows and liquidity control are monitored on a daily basis by the Company's management to ensure that the operating cash generation and early funding, when necessary, are sufficient to maintain their payment schedule, thus not posing liquidity risks for the Company and its subsidiaries.

(iv) Capital management

The Company's capital management aims to ensure that an appropriate credit rating is maintained by financial institutions and an optimum capital ratio, so as to support the Company's business and maximize shareholder value.

The Company controls its capital structure and adjusts it to current economic conditions. In order to keep this structure adjusted, the Company may pay dividends, capital return to shareholders, raise new borrowings, and issue debentures. The capital structure objectives, policies or processes have not been changed since December 31, 2008.

The Company's net debt structure (adjusted for inflation) includes: borrowings, financing, debentures, CRIs (net of issuance costs), less cash and cash equivalents, and securities:

	Parent		Consolidated	
	06/2016	2015	06/2016	2015
(+) Inflation adjusted debt (principal): (i)	937,578	1,181,527	3,508,335	3,713,587
(-) Cash and cash equivalents, and securities	(1,001,475)	(1,255,918)	(1,880,383)	(2,233,585)
Net debt	(63,897)	(74,392)	1,627,952	1,480,002

(i) Comprised of borrowings and financing, debentures, and CRIs, net of issuance costs.

25. GROSS PROFIT

The table below shows the breakdown of net revenue and revenue-related costs, presented in the statement of profit and loss:

	Parent				Consolidated			
	04/01/2016 to 06/30/2016	01/01/2016 to 06/30/2016	04/01/2015 to 06/30/2015	01/01/2015 to 06/30/2015	04/01/2016 to 06/30/2016	01/01/2016 to 06/30/2016	04/01/2015 to 06/30/2015	01/01/2015 to 06/30/2015
Gross operating revenue								
Real estate development and resale	166	1,635	-	-	614,249	1,413,582	1,141,593	2,173,375
Land subdivision	168	3,731	2,280	6,955	21,481	42,431	15,312	37,575
Service rendering and other	-	-	1,642	1,642	26,460	39,403	8,957	22,922
	334	5,366	3,922	8,597	662,190	1,495,416	1,165,862	2,233,872
Deductions from gross revenue	(8)	(228)	(419)	(753)	(21,157)	(43,677)	(28,179)	(60,975)
Net revenue	326	5,138	3,503	7,844	641,033	1,451,739	1,137,683	2,172,897
Cost of sales and services								
Real estate sold	791	(153)	-	-	(355,863)	(864,741)	(723,129)	(1,372,228)
Land subdivision	(312)	(1,360)	(2,601)	(4,244)	(9,166)	(18,148)	(8,237)	(22,582)
Service rendering	-	-	-	-	(22,074)	(32,659)	(7,261)	(18,420)
	479	(1,513)	(2,601)	(4,244)	(387,103)	(915,548)	(738,627)	(1,413,230)
Gross operating profit	805	3,625	902	3,600	253,930	536,191	399,056	759,667

26. SELLING EXPENSES

The main expenses incurred in the years are as follows:

	Parent				Consolidated			
	04/01/2016 to 06/30/2016	01/01/2016 to 06/30/2016	04/01/2015 to 06/30/2015	01/01/2015 to 06/30/2015	04/01/2016 to 06/30/2016	01/01/2016 to 06/30/2016	04/01/2015 to 06/30/2015	01/01/2015 to 06/30/2015
Sales stands	-	-	-	-	(20,127)	(48,254)	(20,768)	(39,339)
Advertising and publicity (media)	-	-	-	-	(17,870)	(35,769)	(26,949)	(48,625)
Professional services	(2,621)	(4,292)	(1,728)	(2,041)	(28,140)	(57,113)	(36,460)	(67,506)
Not used	(66)	(122)	(40)	(44)	(14,792)	(28,170)	(12,478)	(24,146)
Other selling expenses	(48)	(48)	(2,353)	(4,736)	(13,899)	(27,898)	(18,122)	(42,660)
	(2,735)	(4,462)	(4,121)	(6,821)	(94,828)	(197,204)	(114,777)	(222,276)

(i) The principal recorded under this caption refers to salaries and wages expenses incurred by the Group companies.

27. GENERAL AND ADMINISTRATIVE EXPENSES

The main expenses incurred in the years are as follows:

	Parent				Consolidated			
	04/01/2016 to 06/30/2016	01/01/2016 to 06/30/2016	04/01/2015 to 06/30/2015	01/01/2015 to 06/30/2015	04/01/2016 to 06/30/2016	01/01/2016 to 06/30/2016	04/01/2015 to 06/30/2015	01/01/2015 to 06/30/2015
Payroll and related taxes	(10,040)	(20,574)	(10,618)	(21,910)	(34,682)	(70,132)	(38,690)	(80,632)
Profit sharing (PLR)	(1,971)	5,785	(5,002)	15,366	(2,203)	(1,865)	(6,239)	(18,442)
Share-based expense (stock options)	(2,416)	(6,605)	14,904	14,203	(2,416)	(6,605)	14,904	14,203
Professional services	(8,233)	(15,724)	(11,664)	(18,250)	(24,008)	(44,321)	(19,667)	(37,995)
Leases, travel and representations	(4,124)	(8,087)	(3,464)	(8,298)	(10,393)	(21,375)	(13,068)	(26,435)
Depreciation and amortization	(220)	(311)	(194)	(215)	(29,833)	(46,422)	(11,966)	(15,363)
Other administrative expenses	(6,119)	(10,893)	(5,013)	(11,473)	(10,419)	(16,613)	(13,673)	(27,542)
	(33,123)	(56,409)	(21,051)	(30,577)	(113,954)	(207,333)	(88,399)	(192,206)

28. FINANCE INCOME (COSTS)

The main costs incurred and income earned in the years are as follows:

	Parent				Consolidated			
	04/01/2016 to 06/30/2016	01/01/2016 to 06/30/2016	04/01/2015 to 06/30/2015	01/01/2015 to 06/30/2015	04/01/2016 to 06/30/2016	01/01/2016 to 06/30/2016	04/01/2015 to 06/30/2015	01/01/2015 to 06/30/2015
Finance costs:								
Interest - National Housing System (SFH)	-	-	-	-	(64,815)	(129,204)	(53,550)	(101,165)
Interest - domestic and foreign financing	(39,260)	(75,081)	(43,739)	(82,903)	(43,437)	(85,689)	(54,593)	(106,261)
Interest capitalization	1,832	4,043	3,988	8,679	61,648	119,838	49,474	97,239
Inflation adjustments	(3,238)	(6,046)	(22,448)	(22,595)	(3,708)	(7,578)	(24,238)	(26,774)
Banking fees	(1,149)	(3,070)	(518)	(580)	(2,816)	(6,444)	(3,150)	(5,738)
Discounts granted	(5)	(77)	(0)	-	(199)	(308)	(2,534)	-
Other finance costs	(599)	(1,365)	(171)	(538)	(3,591)	(6,816)	64	(9,845)
	(42,419)	(81,596)	(62,888)	(97,937)	(56,918)	(116,201)	(88,527)	(152,544)
Finance income:								
Income from short-term investments	38,130	79,778	33,103	52,975	64,772	133,194	63,200	111,333
Finance income on trade receivables	-	-	-	-	(1)	-	3,311	5,674
Inflation adjustments	790	1,109	2,027	4,590	5,319	9,514	7,400	17,766
Discounts obtained	6	6	10	-	(134)	85	166	-
Sundry interest gains	7,780	10,611	1,179	-	13,988	21,894	3,286	-
Other finance income	(55)	534	11	2,114	1,631	3,071	1,160	13,949
Cofins/Pis on finance income	(2,107)	(4,227)	-	-	(2,726)	(5,369)	-	-
	44,544	87,811	36,330	59,679	82,849	162,389	78,523	148,722
Finance income (costs), net	2,125	6,215	(26,558)	(38,258)	25,931	46,188	(10,004)	(3,822)

29. EARNINGS PER SHARE

Basic earnings per share are calculated by dividing profit for the year attributable to the holders of the Parent's common shares by the weighted average number of common shares outstanding during the year.

Diluted earnings per share are calculated by dividing profit for the year attributable to the holders of the Parent's common shares by the weighted average number of common shares outstanding in the year plus the weighted average number of common shares that would be issued if all potential diluted common shares were actually converted into common shares.

Earnings dilution - %

Basic and diluted earnings per share	06/2016	06/2015
Profits for the period	105,975	218,547
Number of outstanding shares in the year	381,178	378,694
Earnings per share	0.27802	0.57711
Weighted average number of shares in the year	377,185	378,828
Basic earnings per share	0.28096	0.57690
Diluted earnings per share:		
Weighted average number of shares in the year	377,185	378,828
Increase in the number of shares arising on the stock option plans if		
all granted stock options were exercised	3,908	6,411
Average number of shares during the plans - diluted	381,093	385,239
Lucro por ações diluído	0.27808	0.56730
Percentual de diluição das ações	1.02529%	1.66417%
Quantidade de ações outorgadas sobre ações totais:	1.42482%	3.15526%

30. SEGMENT INFORMATION

a) Criteria for identification of operating segments

The Company segmented its operating structure taking into consideration the way Management manages the business. Operating segments in the interim financial information are as follows:

(i) Real estate development activities.

(ii) Service provisions.

The real estate development segment contemplates the sale and resale of properties and also the land subdivision activity and is subdivided and presented in accordance with the product developed to be sold, as follows:

- (i) Cyrela Products: include real estate projects classified by the Launch Committee as “high end” and “luxury”, both of the Parent and joint ventures.
- (ii) Living plus MCMV Products: real estate projects defined by the Launch Committee as Living or “Minha Casa, Minha Vida”, both of the Parent and joint ventures.

Information on the land subdivision and service rendering activities is being presented in this note under ‘Other’.

b) Consolidated information on operating segments

Consolidated - 06/2016					
	Cyrela	Living + MCMV	Other	Corporate	Total
Net revenue	921,343	441,314	89,082	-	1,451,739
Cost of sales and services	(568,176)	(294,060)	(53,312)	-	(915,548)
Gross profit	353,167	147,254	35,770	-	536,191
Operating expenses	(89,219)	(50,930)	(54,135)	(206,721)	(403,925)
Operating income (expenses) before finance income (costs)	263,948	93,404	(18,365)	(206,721)	132,266
Total assets	5,871,514	3,048,835	109,461	3,213,724	12,243,534
Total liabilities	2,373,541	1,431,360	39,196	1,639,740	5,483,837
Equity	3,497,973	1,617,475	70,265	1,573,984	6,759,697

Consolidated - 06/2015					
	Cyrela	Living + MCMV	Other	Corporate	Total
Net revenue	1,162,133	951,919	58,846	-	2,172,897
Cost of sales and services	(783,956)	(588,272)	(41,002)	-	(1,413,230)
Gross profit	378,177	363,647	17,844	-	759,667
Operating expenses	(99,590)	(67,479)	(55,207)	(183,338)	(405,614)
Operating income (expenses) before finance income (costs)	278,587	296,168	(37,363)	(183,338)	354,053
Total assets	6,635,574	3,186,066	122,312	3,370,421	13,314,373
Total liabilities	3,104,873	1,521,135	66,301	1,987,212	6,679,521
Equity	3,530,700	1,664,932	56,011	1,383,209	6,634,852

The balance in the ‘Corporate’ column refers basically to corporate unit expenses not apportioned among the other segments.

c) Information on net sales revenue

Most of the consolidated net revenue is derived from the Brazilian market.

d) Information on major customers

The Company and its investees do not have customers that account for significant market share (above 10%) in their projects affecting operating income or expenses.

31. INSURANCE

The Company and its investees have insurance coverage considered sufficient by Management to cover probable losses on their assets and/or liabilities, as follows:

a) Engineering risk:

- (i) Basic - R\$2,085,034: covers accidents (sudden and unpredictable causes) in the construction site, such as natural damage or acts of God, windstorms, storms, lightning, flood, earthquakes, losses resulting from construction work, use of defective or improper materials, construction faults and, structure collapse.
 - (ii) Projects - R\$2,085,034: covers indirect damage caused by possible design flaws.
 - (iii) Stationary - R\$470: covers incidents with movable and stationary equipment and small tools.
 - (iv) Other - R\$336,154: refers to nonrecurring expenses, removal of debris, riots, strikes, joint construction liability, etc.
- b) Sales stand: fire - R\$13,250, theft - R\$530, and other risks - R\$1,775.
 - c) Sundry risks: robbery - R\$150.
 - d) Contractual guarantees: R\$219,564.
 - e) Physical damages to mortgaged properties: R\$1,152,464.
 - f) Construction risks: Civil liability - R\$122,700.

32. INTERIM FINANCIAL INFORMATION AND SUPPLEMENTAL INFORMATION PURSUANT TO CVM INSTRUCTION 414/04

The fiduciary balances representing transactions intermediated by subsidiary Brazil Realty Securitizadora were shown separately from the respective subsidiary's interim financial information. The following tables show the carrying amount of fiduciary transactions for the reporting year:

32.1. Separate balance sheet:

	<u>06/2016</u>	<u>2015</u>
Assets		
Current assets		
Related-party transactions - CCI/CCB	150,000	166,667
Interest on real estate receivables - CCI/CCB	2,762	5,026
	<u>152,762</u>	<u>171,693</u>
Total assets	<u>152,762</u>	<u>171,693</u>
Noncurrent assets		
Related-party transactions - CCI/CCB	43,200	193,200
	<u>43,200</u>	<u>193,200</u>
Total assets	<u>195,962</u>	<u>364,893</u>
Liabilities		
Current liabilities		
Certificates of Real Estate Receivables (CRIs)	150,000	166,667
Interest on Certificates of Real Estate Receivables (CRIs)	2,762	5,026
	<u>152,762</u>	<u>171,693</u>
Noncurrent liabilities		
Certificates of Real Estate Receivables (CRIs)	43,200	193,200
	<u>43,200</u>	<u>193,200</u>
Total liabilities	<u>195,962</u>	<u>364,893</u>

32.2. Receivables - CCI

Refer to the real estate receivables acquisition transactions, conducted pursuant to Law 9514/97 and Law 10931/04, which govern the issue of certificates of real estate receivables (CRIs) and Mortgage Notes (CCIs).

The fiduciary regime for receivables is established under Article 9 of Law 9514/97 and Article 23 of Law 10931/04, and these are allocated to separate equity for the sole purpose of backing said real estate securities, and, therefore, cannot be mistaken for the Company's equity.

32.3. CRIs

Represent the amounts payable to the investors that acquire the CRIs.

32.4. Supplementary information on the issue of CRIs

As set forth in article 3 of CVM Instruction 414, of December 30, 2004, data on the issuance date, amortization date, issuance unit face value, number of certificates issued, compensation, retrocession, repayment of principal and interest payments for the year, default of restricted receivables and risk rating are described in Note 12.

33. EVENTS AFTER THE REPORTING PERIOD

On June 23, 2016, the Company has entered into a Subscription Agreement and Other Covenants ("Subscription Agreement"), which subject is the Company's contribution to Tecnisa's capital increase, to be approved at the meeting of Tecnisa's Board of Directors, in the total amount of up to two hundred million Brazilian reais (R\$200,000,000.00), though

private issuance of up to 100,000,000 (one hundred million) new common shares, all registered and without par value.

The subscription and payment of the Company's shares within the scope of the capital increase, under the Subscription Agreement, are subject to certain conditions precedent set forth therein, including the approval of the relevant transaction by the Administrative Council for Economic Defense ("CADE").

34. NONCASH TRANSACTIONS

- a) In the year ended June 30, 2016, the Company and its subsidiaries increased the balance of 'Properties for sale' through physical barter totaling R\$15,739 (R\$55,870 as at June 30, 2015).
- b) The R\$300,000 capital increase referred to in paragraph 21.a) was carried out through the reclassification of line item 'Earnings retention' to 'Capital'.

35. APPROVAL OF INTERIM FINANCIAL INFORMATION

The Company's individual and consolidated interim financial information was approved by the Board of Directors at the meeting held on August 2, 2016.

Under CVM Instruction 480/09, the Company's Executive Board declared that it has discussed, reviewed and agreed with the Company's individual and consolidated interim financial information and the conclusions included in the independent auditor's report on review of interim financial information for the period ended June 30, 2016.

SHAREHOLDING OF HOLDERS OF OVER 5% OF COMPANY'S SHARES OF ANY TYPE AND CLASS, UP TO INDIVIDUAL LEVEL				
Company: Cyrela Brazil Realty S.A Empreendimentos e Participações			Shareholding on 06/30/2016 (Shares in Units)	
Shareholder	Common Shares		Total	
	Number	%	Number	%
Eirenor Sociedad Anônima (1)	21.900.008	5,5%	21.900.008	5,5%
Elie Horn	98.128.878	24,5%	98.128.878	24,5%
EH Capital Management (2)	7.502.400	1,9%	7.502.400	1,9%
Dynamo	34.328.148	8,6%	34.328.148	8,6%
Orbis Investment	29.042.329	7,3%	29.042.329	7,3%
Capital Group	22.756.800	5,7%	22.756.800	5,7%
Ações em tesouraria	18.564.783	4,6%	18.564.783	4,6%
Outros	167.519.453	41,9%	167.519.453	41,9%
Total	399.742.799	100,0%	399.742.799	100,0%

(1) Holding company incorporated pursuant to the laws of Uruguay, in which Elie Horn holds a 100,0% stake,

(2) Holding company incorporated pursuant to the laws of the British Virgin Islands, in which Elie Horn holds a 100,0% stake,

CONSOLIDATED SHAREHOLDING OF CONTROLLING SHAREHOLDERS, Shareholding on 06/30/2016				
Shareholders	Number of Common Shares (In Units)	%	Number of Common Shares (In Units)	%
Controlling Shareholder	136,268,590	34.1%	136,268,590	34.1%
Managers				
Board of Directors	1,003,491	0.3%	1,003,491	0.3%
Board of Executive Officers	808,122	0.2%	808,122	0.2%
Fiscal Council	-	0.0%	-	0.0%
Treasury Shares	18,564,783	4.6%	18,564,783	4.6%
Others Shareholders	243,097,813	60.8%	243,097,813	60.8%
Total	399,742,799	100.0%	399,742,799	
Outstanding Shares	243,097,813	60.8%	243,097,813	60.8%

CONSOLIDATED SHAREHOLDING OF CONTROLLING SHAREHOLDERS, Shareholding on 06/30/2015 (12 months ago)				
Shareholders	Number of Common Shares (In Units)	%	Number of Common Shares (In Units)	%
Controlling Shareholder	136,447,247	34.1%	136,447,247	34.1%
Managers				
Board of Directors	548,039	0.1%	548,039	0.1%
Board of Executive Officers	707,797	0.2%	707,797	0.2%
Fiscal Council	-	0.0%	-	0.0%
Treasury Shares	21,049,008	5.3%	21,049,008	5.3%
Others Shareholders	240,990,708	60.3%	240,990,708	60.3%
Total	399,742,799	100.0%	399,742,799	100.0%
Outstanding Shares	240,990,708	60.3%	240,990,708	60.3%

In accordance with the Bylaws, chapter X, article 51, the Company, its shareholders, managers and the Fiscal Council members undertake to resolve by means of arbitration every and all dispute or controversy which may arise among them, especially related to or derived from enforcement, validity, effectiveness, construal, violation and their effects of provisions contained in these Bylaws, in the possible shareholders' agreements filed at the Company's headquarters, in Law no, 6,404/76, in the rules issued by the Brazilian Monetary Council (CMN), by the Brazilian Central Bank and by the Brazilian Securities and Exchange Commission (CVM), as well as other rules applicable to the capital markets operation in general and those included in the "Novo Mercado" Listing Regulation, in the "Novo Mercado" Listing Agreement and in the Arbitration Regulation of the Market Arbitration Panel, in conformity with the Market Arbitration Panel Regulation established by BOVESPA,

(Convenience Translation into English from the Original Previously Issued in Portuguese)

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Shareholders, Directors and Management of
Cyrela Brazil Realty S.A. Empreendimentos e Participações
São Paulo, SP

Introduction

We have reviewed the accompanying individual and consolidated interim financial information of Cyrela Brazil Realty S.A. Empreendimentos e Participações (“Company”), included in the Quarterly Financial Information Form (ITR) for the quarter ended June 30, 2016, which comprises the balance sheet as at June 30, 2016, and the related statement of profit and loss and statement of comprehensive income for the three- and six-month periods then ended and statement of changes in equity and statement of cash flows for the six-month period then ended, including the explanatory notes.

Management is responsible for the preparation of this individual interim financial information in accordance with CPC 21 (R1) - Interim Financial Reporting and the consolidated interim financial information in accordance with CPC 21 (R1) and IAS 34 - Interim Financial Reporting issued by the International Accounting Standards Board (IASB), which takes into consideration technical instruction OCPC 04 on the application of technical interpretation ICPC 02 to real estate development entities in Brazil, issued by the Accounting Pronouncements Committee (CPC) and approved by the Brazilian Securities and Exchange Commission (CVM) and the Federal Accounting Council (CFC), as well as for the presentation of such information in accordance with the standards issued by CVM applicable to the preparation of Interim Financial 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 Brazilian and international standards on review of interim financial information (NBC TR 2410 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 standards on auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion on the individual and consolidated interim financial information prepared in accordance with CPC 21(R1)

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 ITR referred to above is not prepared, in all material respects, in accordance with CPC 21 (R1) applicable to the preparation of Interim Financial Information (ITR) and presented in accordance with the standards issued by CVM applicable to the preparation of Interim Financial Information (ITR).

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Conclusion on the consolidated interim financial information prepared in accordance with IAS 34, which considers technical instruction OCPC 04 on the application of technical interpretation ICPC 02 to real estate development entities in Brazil, issued by the CPC and approved by the CVM and the CFC

Based on our review, nothing has come to our attention that causes us to believe that the consolidated interim financial information included in the ITR referred to above is not prepared, in all material respects, in accordance with IAS 34, which considers OCPC 04 on the application of ICPC 02 to real estate development entities in Brazil, issued by the CPC and approved by the CVM and the CFC, applicable to the preparation of the Interim Financial Information (ITR), and presented in accordance with the standards issued by CVM.

Emphasis of matter

As described in Note 2, the individual and consolidated interim financial information has been prepared in accordance with accounting practices adopted in Brazil (CPC 21 (R1)). The consolidated interim financial information, prepared in accordance with International Financial Reporting Standards (“IFRSs”) applicable to real estate development entities in Brazil (IAS 34, for interim financial reporting), also considers technical instruction OCPC 04 issued by the CPC. This technical instruction addresses the recognition of revenue by the real estate industry and involves matters related to the meaning and application of the concept of continuous transfer of risks, rewards and control on the sale of real estate units, as described in greater detail in note 2 to the financial statements. Our conclusion is not qualified regarding this matter.

Other matters

Statements of value added

We have also reviewed the individual and consolidated statements of value added (“DVA”) for the six-month period ended June 30, 2016, prepared under the responsibility of the Company’s management, the presentation of which is required by the standards issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of Interim Financial Information (ITR), and is considered supplemental information by IFRSs, which does not require the presentation of a DVA. These statements were subject to the same review procedures described above and, based on our review, nothing has come to our attention that causes us to believe that they are not prepared, in all material respects, in relation to the interim financial information taken as a whole.

The accompanying interim financial information has been translated into English for the convenience of readers outside Brazil.

São Paulo, August 2, 2016


DELOITTE TOUCHE TOHMATSU
Auditores Independentes


Tarcisio Luiz dos Santos
Engagement Partner

DECLARATIONS FOR THE PURPOSES OF ARTICLE 25, PARAGRAPH 1, ITEM VI, OF CVM RULE 480/09

We hereby declare, in the capacity of Executive Officers of Cyrela Brazil Realty S.A. Empreendimentos e Participações, a corporation headquartered in the city and state of São Paulo, at Avenida Engenheiro Roberto Zuccolo, 555, 1st floor, room 1001, Vila Leopoldina, CEP 05307-190, Corporate Taxpayer's ID (CNPJ/MF) no. 73.178.600/0001-18 ("Company"), pursuant to item VI, Paragraph 1, of Article 25 of CVM Instruction 480 of December 7, 2009, that we have reviewed, discussed and approved the interim financial statements of the Company for the quarter ended June 30, 2016.

São Paulo, August 9, 2016.

The administration

DECLARATIONS FOR THE PURPOSES OF ARTICLE 25, PARAGRAPH 1, ITEM V, OF CVM RULE 480/09

We hereby declare, in the capacity of Executive Officers of Cyrela Brazil Realty S.A. Empreendimentos e Participações, a corporation headquartered in the city and state of São Paulo, at Avenida Engenheiro Roberto Zuccolo, 555, 1st floor, room 1001, Vila Leopoldina, CEP 05307-190, Corporate Taxpayer's ID (CNPJ/MF) no. 73.178.600/0001-18 ("Company"), pursuant to item V, Paragraph 1, of Article 25 of CVM Instruction 480 of December 7, 2009, that we have reviewed, discussed and agreed with the opinion stated in the report of the Company's independent auditors (Deloitte Touche Tohmatsu) related to the Company's financial statements for the interim financial statements of the Company for the quarter ended June 30, 2016.

São Paulo, August 9, 2016.

The administration