

Cyrela Brazil  
Realty S.A.  
Empreendimentos e  
Participações

**Quarterly Information - ITR  
ended March 31, 2017**

(A free translation of the original report  
in Portuguese as published in Brazil  
containing Financial Statement prepared  
in accordance with accounting practices  
adopted in Brazil and IFRS)

### MESSAGE FROM MANAGEMENT

There were no major developments in the international arena in 1Q17 despite the political uncertainty created by the presidential elections in the U.S. and more recently in France, as well as Brexit.

In Brazil, the confidence in the financial market improved. The crisis led to a fall in inflation, and this allowed monetary authorities to lower interest rates significantly, by 250 bps in 2017 alone. In addition, the reforms proposed by the government, mainly the labor and social security reforms, are expected to be approved even though several concessions may have to be made.

This combination of events clearly shows a recovery has begun even though the real economy is still in a deep crisis. In fact, the unemployment rate hit 13.7% in late March according to IBGE [*Instituto Brasileiro de Geografia e Estatística*].

Another important factor for our industry, savings accounts' net withdrawals, accounted for a negative R\$13 million late April compared to an also negative balance of R\$28 million in the same period in 2016. Some banks have started lowering mortgage rates although not at a rate that shows credit standards have loosened substantially.

In the Cyrela operation, the number of cancellations remained high due to the large number of deliveries, mainly in late 2016. On the other hand, finished inventory units sold well, R\$199 million, the second highest amount since late 2015, which affected our operating cash flow positively.

In line with its strategy of optimizing assets, the Company cancelled contracts for some plots of land no longer in its pipeline of launches and acquired others, mostly through swaps, to adjust its landbank.

In addition, there were three launches in 1Q17, including Heritage, a high-end project in São Paulo, under the Pininfarina brand.

We remain confident our sound financial health will continue to set us apart. In addition, we are still heavily focused on launching our products more and more assertively and managing our operation and capital allocation more and more efficiently.

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

	1Q17	1Q16	1Q17 x 1Q16	4Q16	1Q17 x 4Q16
<b>Launches <sup>(1)</sup></b>					
Number of Launches	3	6	-50.0%	15	-80.0%
Launched PSV - R\$ Million (100%)	612	613	-0.2%	1,274	-52.0%
Launched PSV - R\$ Million (%CBR)	537	410	31.1%	1,038	-48.3%
Cyrela's Share	87.8%	66.8%	21.0 p.p.	81.5%	6.3 p.p.
PSV Swapped - R\$ Million (100%)	-	21	-100.0%	85	-100.0%
Average Price per sq. m. (R\$) (ex-lots)	12,967	6,744	92.3%	5,766	124.9%
Usable Area Launched (sq. m.)	47,176	90,909	-48.1%	499,277	-90.6%
Units Launched	711	1,530	-53.5%	4,726	-85.0%
<b>Sales <sup>(2)</sup></b>					
Pre-Sales Contracts - R\$ Million (100%)	520	544	-4.3%	1,090	-52.3%
Pre-Sales Contracts - R\$ Million (%CBR)	371	415	-10.5%	856	-56.6%
Cyrela's Share	71.4%	76.4%	-4.9 p.p.	78.5%	-7.1 p.p.
Average Price per sq. m. (R\$) (ex-lots)	5,960	5,948	0.2%	5,837	2.1%
Units Sold	1,384	1,582	-12.5%	3,758	-63.2%
<b>Sales from Launches <sup>(2)</sup></b>					
Pre-Sales Contracts from Launches of the year - R\$ Million (100%)	112	236	-52.5%	736	-84.8%
Pre-Sales Contracts from Launches of the year - R\$ Million (%CBR)	73	161	-54.5%	556	-86.8%
Cyrela's Share	65.6%	68.4%	-2.8 p.p.	75.6%	-10.0 p.p.
Average Price per sq. m. (R\$) (ex-lots)	6,473	6,779	-4.5%	5,822	11.2%
Units Sold	345	781	-55.8%	2,955	-88.3%
<b>Deliveries</b>					
Delivered PSV (100%)	1,055	1,985	-46.9%	2,396	-56.0%
Delivered Units	4,440	4,433	0.2%	7,333	-39.5%
<b>Landbank</b>					
PSV with exchange - R\$ Million (100%)	49,925	53,667	-7.0%	50,898	-1.9%
PSV without exchange - R\$ Million (100%)	42,415	47,495	-10.7%	43,229	-1.9%
Landbank (thd sq. m.)	17,076	19,301	-11.5%	17,490	-2.4%
% Swap over land value	75.5%	77.0%	-1.5 p.p.	60.7%	14.8 p.p.
% CBR	87.2%	87.0%	0.2 p.p.	86.8%	0.3 p.p.
<b>Financial Indicators</b>					
Net Revenue (R\$ Million)	692	811	-14.6%	919	-24.6%
Gross Profit (R\$ Million)	215	282	-23.8%	265	-18.8%
Net Income (R\$ Million)	4	61	-93.4%	31	-87.0%
Gross Margin	31.1%	34.8%	-370.0%	28.8%	2.3 p.p.
Net Margin	0.6%	7.6%	-700.0%	3.4%	-2.8 p.p.
Earnings per Share (R\$) <sup>(3)</sup>	0.01	0.16	-93.5%	0.08	-87.0%
Cash Generation / Burn <sup>(4)</sup>	158	(13)	n.a.	156	1.3%
<b>Backlog</b>					
	03/31/2017			12/31/2016	Chg.
Revenues to be Recognized (R\$ Million)	1,937			2,119	-8.6%
Gross Profit to be Recognized (R\$ Million)	729			789	-7.6%
Margin to be Recognized	37.6%			37.2%	0.4 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.

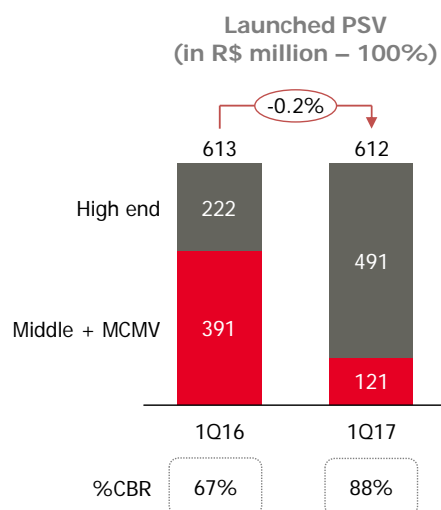
(4) Cash generation does not include dividends, funds allocated to the share buyback program and acquisitions of equity interests.

**OPERATING PERFORMANCE**

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

**LAUNCHES**

Launches amounted to a total Pre-Sales Value (PSV) of R\$612 million in 1Q17, stable in relation to 1Q16. There were no swaps in the 1Q17 launches, vs. R\$21 million in 1Q16.

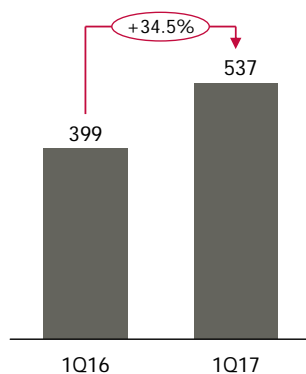


The Company launched 3 projects - 2 in São Paulo and 1 in Rio de Janeiro in 1Q17.

Cyrela's share (%CBR) in the 1Q17 launches stood at 88%, up from 67% in 1Q16.

Excluding swaps from launches, the volume launched by Cyrela in 1Q17 rose by 34.5% year-over-year, from R\$399 million to R\$537 million.

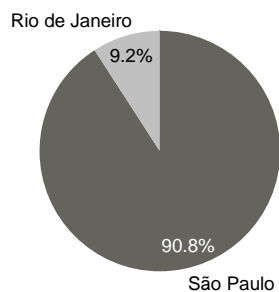
**Launched PSV  
Ex-Swap (in R\$ million - %CBR)**



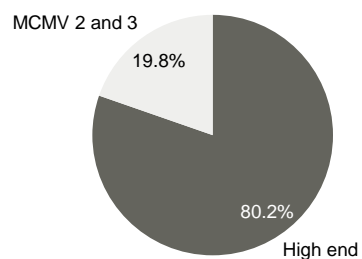
In 1Q17, it is worth noting the launch of the high-end “Heritage” project, in São Paulo, with 31 units and PSV of R\$491 million.

The breakdown of the 2017 launches by geographical region and segment can be seen below.

**Launches per Region – 1Q17**



**Launches per Product – 1Q17**



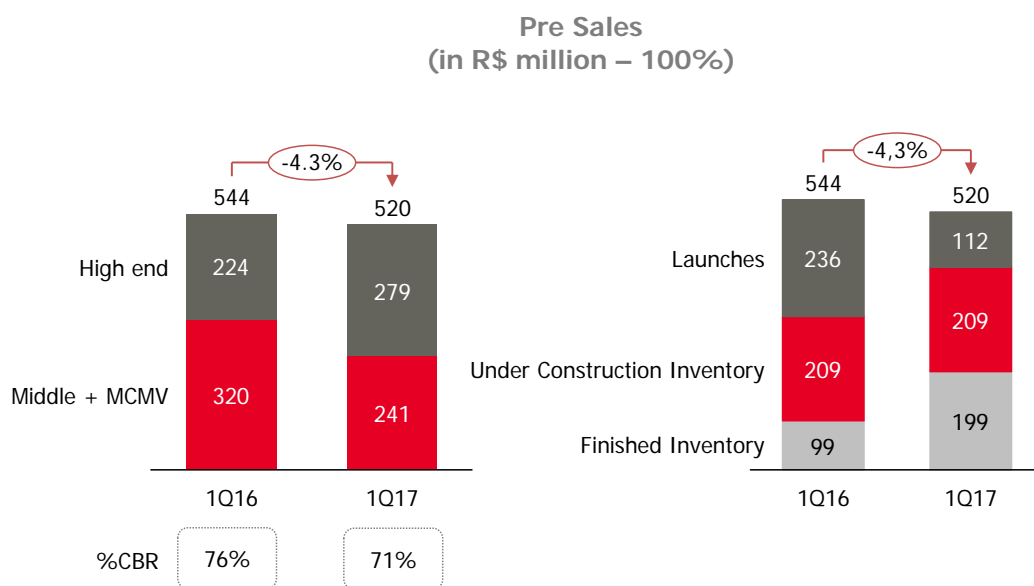
Of the PSV launched in the quarter, 80% is recognized through full consolidation and 20% through the equity method.

### SALES

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

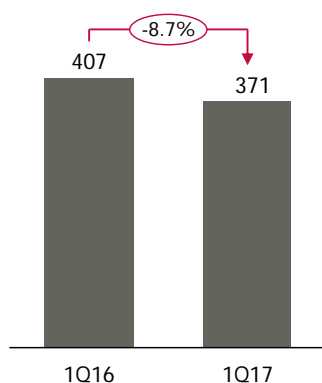
Pre-sales totaled R\$520 million in 1Q17, down 4.3% YoY. Sales of finished units, sales of units under construction and pre-sales of launches accounted respectively for R\$199 million (vs. R\$99 million in 1Q16), R\$209 million (flat against 1Q16) and R\$112 million (vs. R\$236 million in 1Q16) of the 1Q17 sales.

The Company's share in sales stood at 71% in 1Q17 against 76% in 1Q16.



Excluding swaps from the 1Q17 sales, %CBR sales fell from R\$407 million in 1Q16 to R\$371 million in 1Q17, a year-over-year drop of 8.7%.

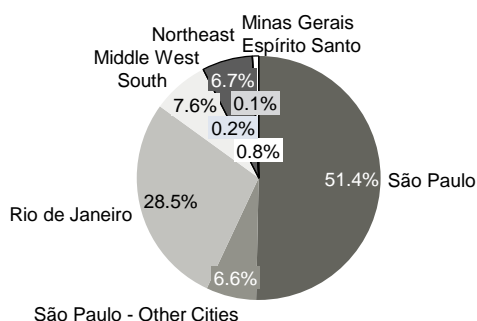
**Sales**  
Ex-Swap (in R\$ million – %CBR)



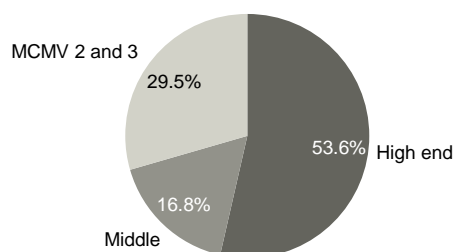
The breakdown of 1Q17 sales by geographical region shows São Paulo accounted for 51.4% of total sales, followed by Rio de Janeiro at 28.5%, the South Region at 7.6%, São Paulo-Interior at 6.6% and the other regions at 5.9%.

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

**Sales per Region – 1Q17**



**Sales per Product – 1Q17**



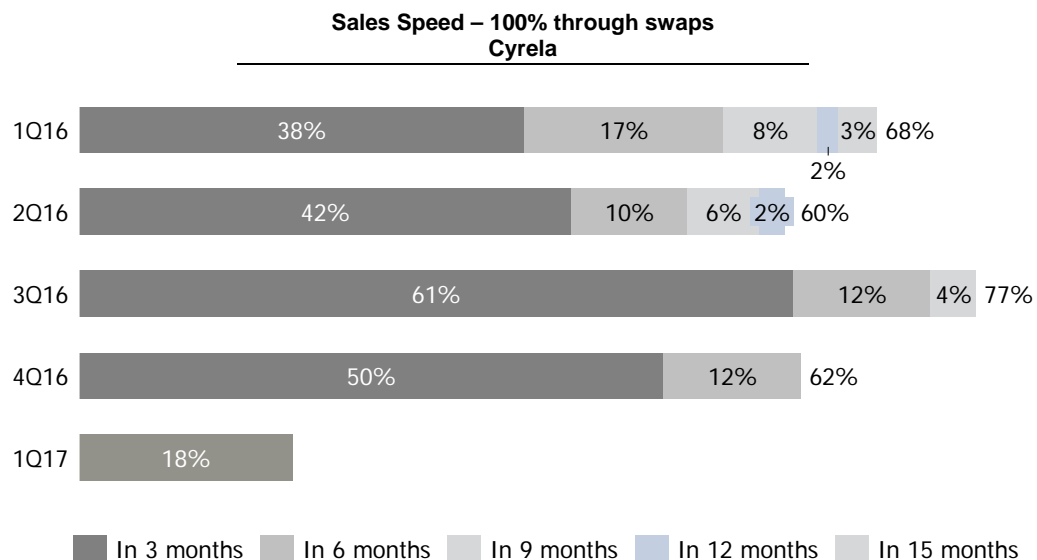
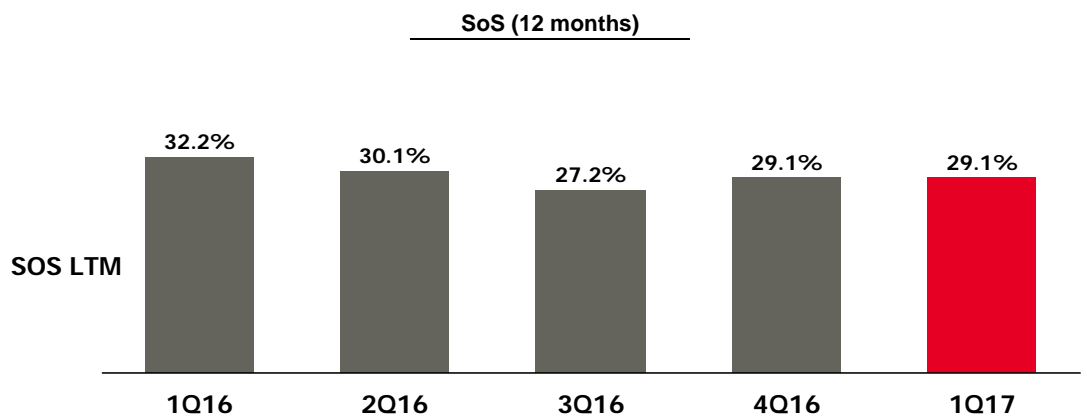
Of the 1Q17 sales, 76% are recognized through full consolidation and 24% through the equity method.



**SALES SPEED (SoS)**

The last 12-month SoS (Sales over Supply) stood at 29.1% (vs. 32.2% in 1Q16 and the same 29.1% in 4Q16).

Concerning sales speed by vintage, 18% of the 1Q17 vintage has been sold. On average, over 60% of the products launched in 2016 have been sold.

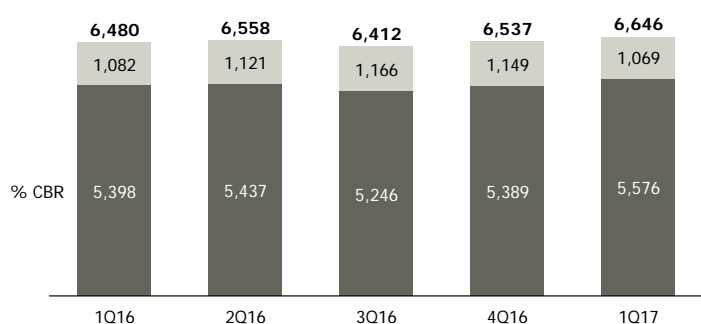


### INVENTORIES

The inventory market value amounted to R\$6,646 million (100%) and R\$5,576 million (%CBR) at the close of 1Q17. This is quarter-over-quarter rise of 1.7%.

The share of total inventory (R\$6,646 million) to be consolidated into the Company's revenue is R\$5,699 million (%CBR: R\$5,108 million) whereas R\$947 million (%CBR: R\$468 million) will be accounted for under "Equity Result and Other Appreciations."

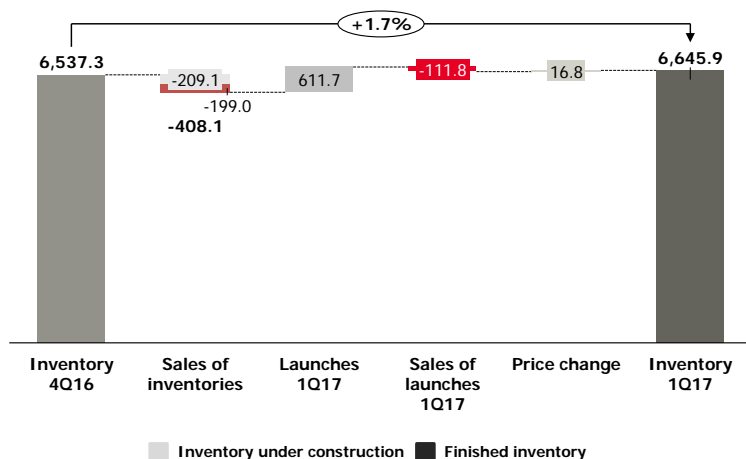
**Inventory at Market Value (R\$ MM)**



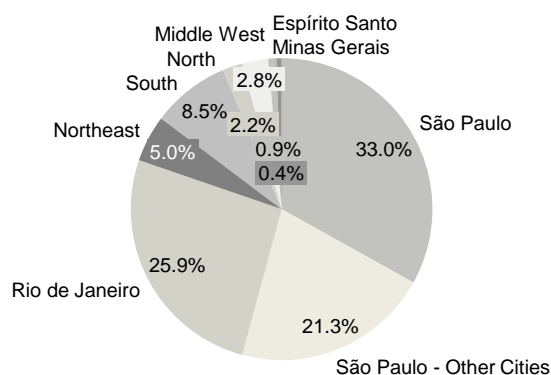
**Inventory by Delivery Schedule (R\$ MM)**

Inventory to be delivered	Total	Consolidation	Equity Method
Finished	2,453	2,061	392
12 Months	2,022	1,852	171
24 Months	608	542	66
36 Months	1,129	811	318
48 Months	434	434	-
<b>Total</b>	<b>6,646</b>	<b>5,699</b>	<b>947</b>

**Changes in Inventory (R\$ Million)**

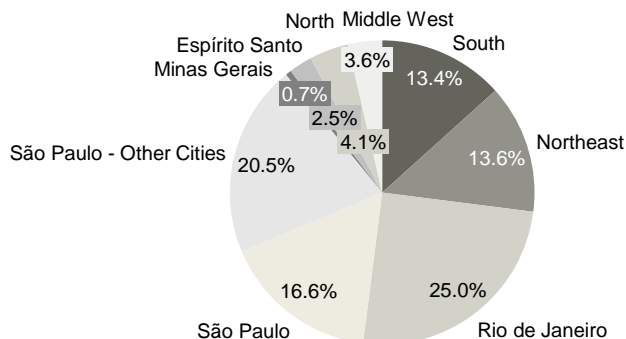


**Total Inventory Breakdown 1Q17**



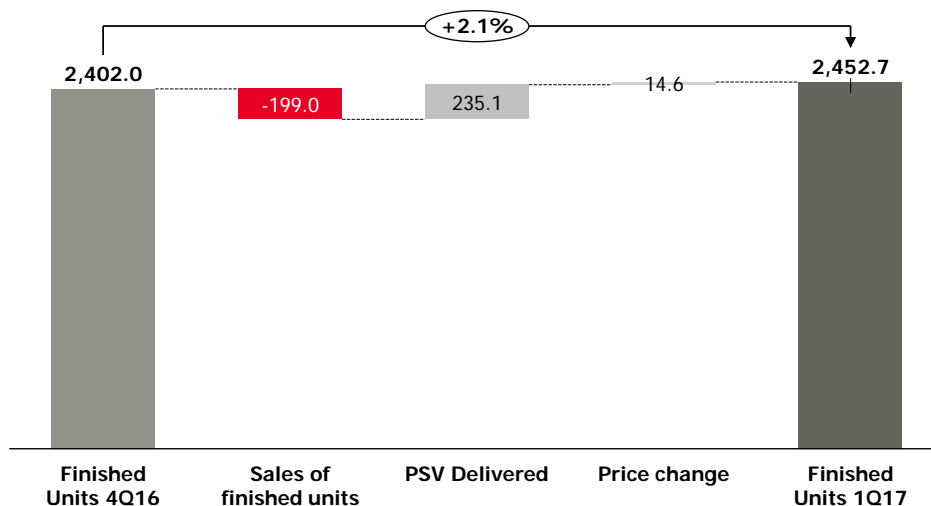
The Company sold 8% of its inventory of finished units early in 1Q17. Considering all deliveries, the Company's inventory of finished units increased in value from R\$2,402 million in 4Q16 to R\$2,453 million in 1Q17. The Northeast Region and Rio de Janeiro account for 39% of the Company's total inventory of finished units.

**Finished Inventory Breakdown  
1Q17**



The Company's inventory of finished units increased from 5.3 thousand units at the close of 4Q16 to 5.6 thousand units at the close of 1Q17.

**Changes in Finished Inventory Units  
(R\$ Million)**



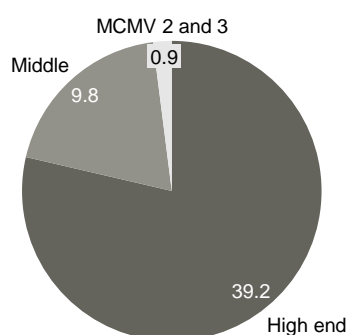
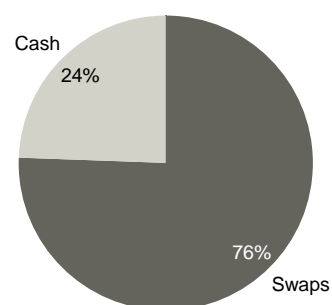
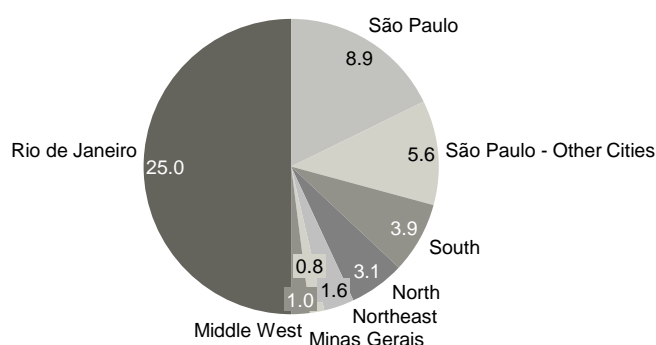
The share of the total inventory to be consolidated into the Company's revenue is R\$2,061 million (%CBR: R\$1,801 million) whereas R\$392 million (%CBR: R\$181 million) will be accounted for under "Equity Result and Other Appreciations."

**LANDBANK**

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

At the close of 1Q17, the Company's landbank amounted to 17.0 million sq. m. of marketable area with total potential sales of R\$50 billion. Cyrela's share in the landbank is 87%, equivalent to R\$44 billion.

In 1Q17, Cyrela acquired 8 plots of land, 3 in São Paulo State, 3 in the South Region and 2 in Rio de Janeiro, with potential PSV of R\$1 billion. Swaps accounted for 51.9% of the total value of those acquisitions. In addition, the Company canceled or sold 12 plots of land, with a net negative impact of R\$9 million on the 1Q17 income statement.

**Landbank on 03/31/2017\*****Breakdown by Product (PSV in R\$ billion)****Method of Acquisition (in %)****Breakdown by Region (PSV in R\$ billion)**

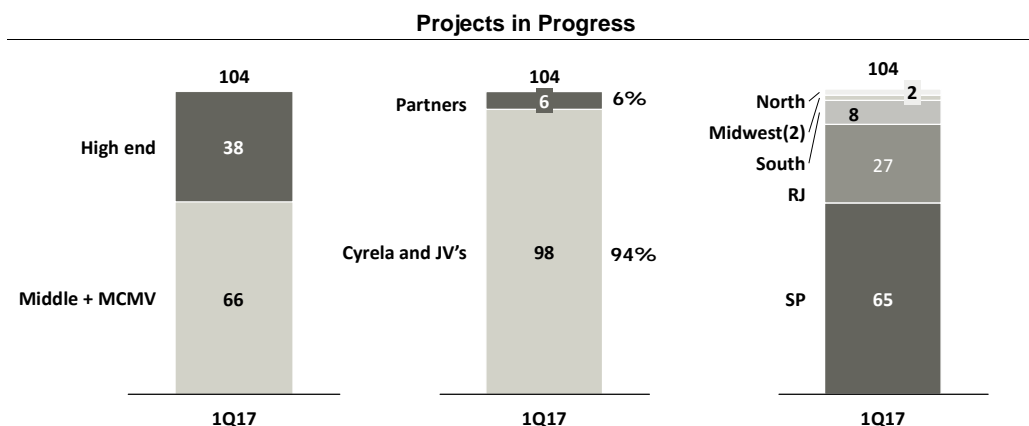
\*The landbank PSV is based on the latest feasibility assessment of the land plot, adjusted by the INCC year-to-date.

**CONSTRUCTION SITES**

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

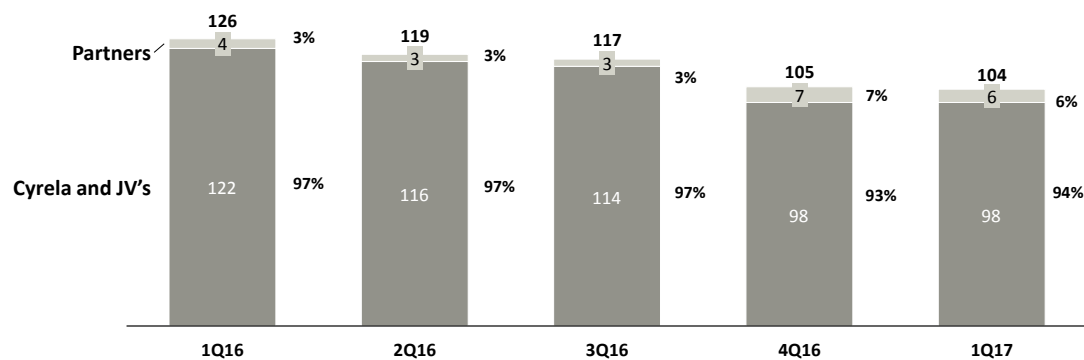
Cyrela delivered 13 projects, with 4,400 units totaling a PSV of R\$1 billion on the dates of their respective launches. Of all the projects delivered in 1Q17, 3 belong to the MCMV 1 segment.

At the close of 1Q17, there were 104 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 12 of all projects in progress.



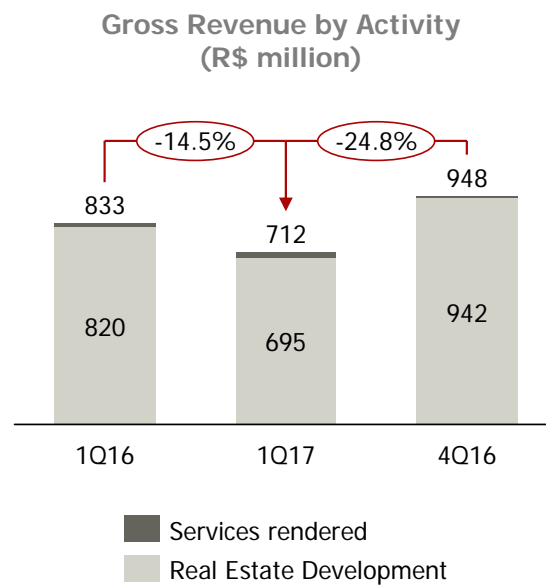
In line with its strategic direction, the Company manages a large share of the construction sites to monitor the execution of the works. At the close of 1Q17, 94% of the construction sites were managed by the Company's own teams or joint ventures. This clearly shows Cyrela's commitment to managing costs and ensuring product quality. Of all the 1Q17 launches, no projects will be constructed by third parties.

### Construction Projects



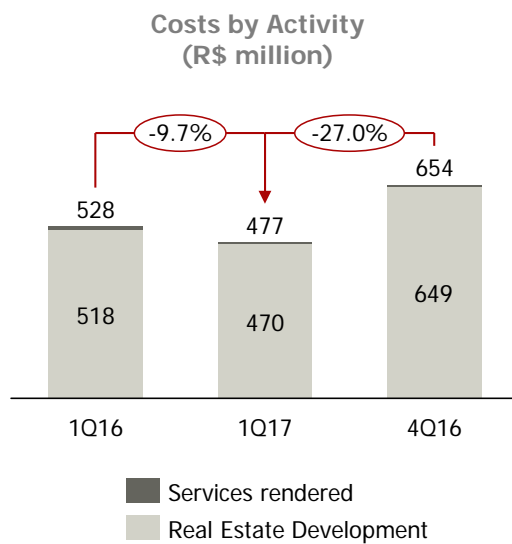
**Economic and Financial Performance****REVENUE**

The Company's total gross revenue amounted to R\$712 million in 1Q17, down 14.5% from R\$833 million in 1Q16 and 24.8% from R\$948 million in 4Q16. This quarter-over-quarter decrease reflects mainly lower net consolidated sales.



**COST OF GOODS SOLD AND/OR SERVICES RENDERED**

Total cost came to R\$477 million, falling by 9.7% against 1Q16 and 27.0% against 4Q16.



The cost of development activities, 98.5% of total costs, came to R\$470 million in 1Q17, down 27.6% from 4Q16 and 9.3% from 1Q16.



**GROSS MARGIN**

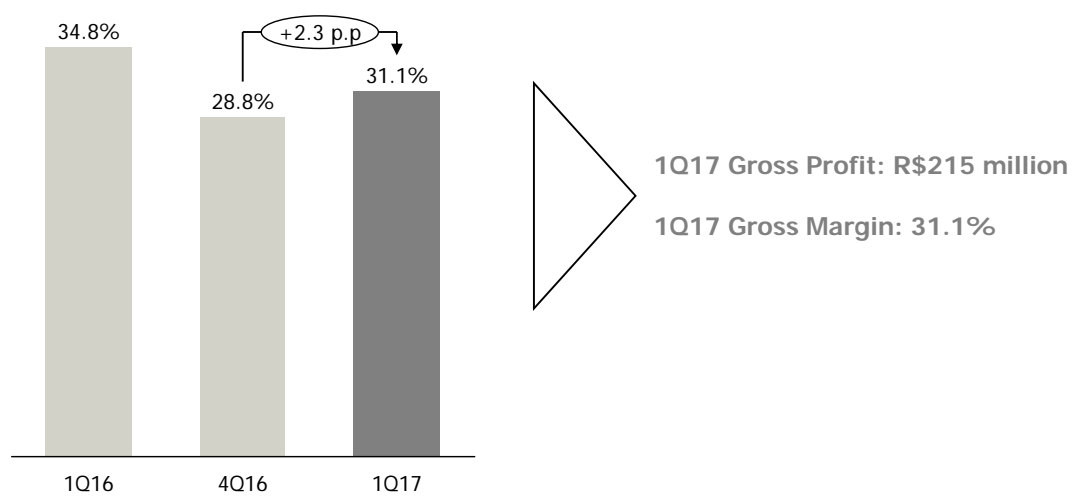
The Company's total gross margin stood at 31.1% in 1Q17, 2.3 p.p. up on 4Q16, when gross margin came to 28.8%, and 3.7 p.p. down on 1Q16.

The impact of net construction savings on revenue stood at R\$29 million, flat against 4Q16. In addition, the Company canceled contracts for 8 plots of land, with an impact of R\$10 million on cost.

Adjusted gross margin stood at 37.5% in 1Q17, up 3.3 p.p. from 4Q16 and down 3.5 p.p. from 1Q16.

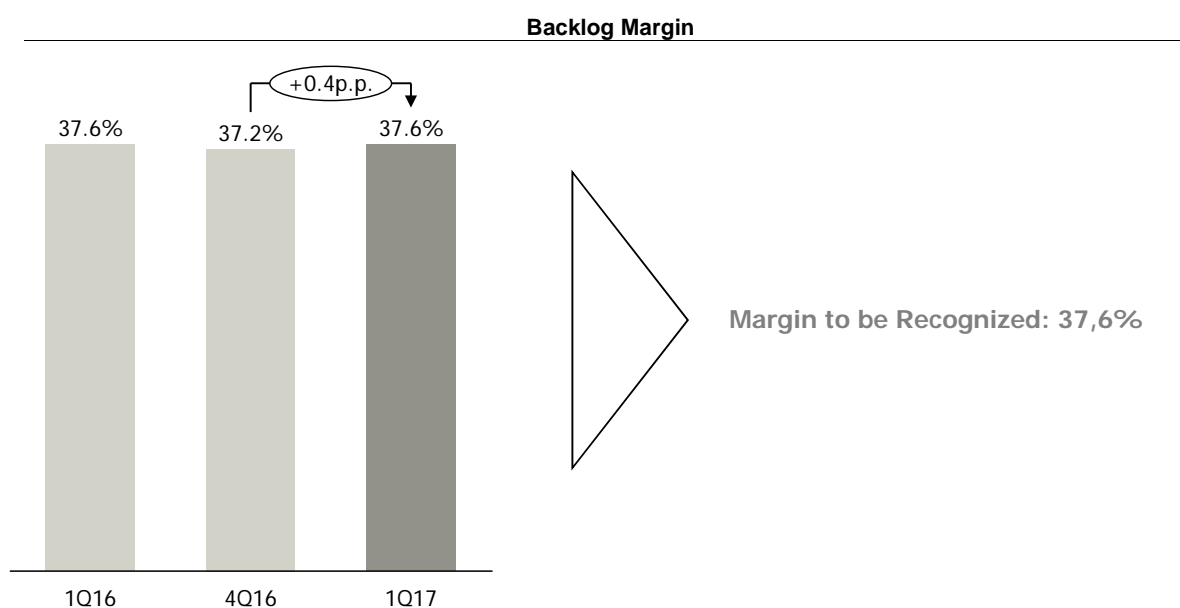
<b>Adjusted Gross Margin</b>	<b>1Q17</b>	<b>4Q16</b>		<b>1Q16</b>	
	<b>R\$ MM</b>	<b>R\$ MM</b>	<b>1Q17 x 4Q16</b>	<b>R\$ MM</b>	<b>1Q17 x 1Q16</b>
Net Revenue	692	919	-24.6%	811	-14.6%
Gross Profit	215	265	-18.8%	282	-23.8%
<b>Gross Margin</b>	<b>31.1%</b>	<b>28.8%</b>	<b>2.3 p.p.</b>	<b>34.8%</b>	<b>-3.7 p.p.</b>
Capitalized Interest from COGS	45	49	-8.8%	50	-10.9%
<b>Adjusted Gross Margin</b>	<b>37.5%</b>	<b>34.2%</b>	<b>3.3 p.p.</b>	<b>41.0%</b>	<b>-3.5 p.p.</b>

### Gross Margin



**SALES TO BE RECOGNIZED**

Net revenue from sales to be recognized totaled R\$1,937 million at the close of 1Q17. Gross margin from sales to be recognized stood at 37.6% in 1Q17, 0.4 p.p. up on 4Q16 and stable in relation to 1Q16. 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 five and seven p.p.



Sales to be Recognized (R\$ MM)	1Q17	4Q16	1Q17 x 4Q16	1Q16	1Q17 x 1Q16
Sales to be Recognized	1,979	2,164	-8.6%	3,103	-36.2%
Taxes to be Recognized	(42)	(45)	-7.3%	(59)	-28.9%
<b>Net Income to be Recognized</b>	<b>1,937</b>	<b>2,119</b>	<b>-8.6%</b>	<b>3,044</b>	<b>-36.4%</b>
Costs of Units Sold to be Recognized	(1,208)	(1,331)	-9.2%	(1,899)	-36.4%
<b>Gross Profit to be Recognized</b>	<b>729</b>	<b>789</b>	<b>-7.6%</b>	<b>1,146</b>	<b>-36.4%</b>
<b>Gross Margin to be Recognized</b>	<b>37.6%</b>	<b>37.2%</b>	<b>0.4 p.p.</b>	<b>37.6%</b>	<b>0.0 p.p.</b>

**SELLING EXPENSES**

Selling expenses totaled R\$87 million in 1Q17, down R\$14 million from 4Q16 and R\$15 million from 1Q16.

Commercial expenses	1Q17 R\$ MM	4Q16 R\$ MM	1Q17 x 4Q16	1Q16 R\$ MM	1Q17 x 1Q16
Show-rooms	24	31	-23,0%	28	-14,2%
Media	15	23	-36,0%	18	-16,7%
Third-party Services	23	23	-3,3%	29	-21,7%
Finished Inventory Maintenance*	16	12	33,1%	13	22,7%
Others	9	11	-15,8%	14	-34,1%
<b>Total</b>	<b>87</b>	<b>101</b>	<b>-13,83%</b>	<b>102</b>	<b>-14,65%</b>

\* Maintenance costs of the inventory of finished units such as carrying fees and property tax

This quarter-over-quarter change is explained by a drop of R\$7 million in write-offs of sales showrooms and of R\$8 million in ad spending due to the lower number of launches.

**GENERAL & ADMINISTRATIVE EXPENSES**

General and administrative expenses totaled R\$100 million in 1Q17, down R\$15 million quarter-over-quarter and R\$5 million year-over-year.

General & Administrative Expenses	1Q17 R\$ MM	4Q16 R\$ MM	1Q17 x 4Q16	1Q16 R\$ MM	1Q17 x 1Q16
Salaries and Social Charges	29	31	-5,5%	35	-17,7%
Board Members/Management Remuneration	2	1	16,8%	2	-12,8%
Employees'	4	0	-2735,9%	0	-1224,2%
Stock Options	2	2	-10,3%	4	-59,2%
Third-Party Services	24	25	-6,3%	20	15,9%
Rent, travelling and representation	7	10	-31,2%	11	-34,3%
Indemnities	21	35	-40,3%	17	25,1%
Others	12	10	14,4%	6	91,0%
<b>Total</b>	<b>100</b>	<b>115</b>	<b>-13,2%</b>	<b>95</b>	<b>4,6%</b>

This quarter-over-quarter change was basically due to a decrease in indemnities paid to customers.

## FINANCIAL RESULT

The Company recorded net financial income of R\$13 million in 1Q17, vs. R\$15 million in 4Q16 and R\$20 million in 1Q16.

R\$ million	1Q17	4Q16	1Q16
<b>Financial Expenses</b>			
SFH Interest	(54)	(58)	(62)
Interest on Corporate Loans	(39)	(42)	(44)
Capitalized Interest	50	53	58
<b>Sub Total</b>	<b>(42)</b>	<b>(47)</b>	<b>(48)</b>
Monetary Adjustment on Loans	(3)	(3)	(4)
Bank Expenses	(3)	(3)	(4)
Other financial expenses	(4)	(3)	(3)
<b>Total Financial Expenses</b>	<b>(52)</b>	<b>(56)</b>	<b>(59)</b>
<b>Financial Revenues</b>			
Income on Investments	49	47	68
Income on Receivables	-	-	0
Income on Loans to Partners	4	4	4
Other financial income	11	20	7
<b>Total Financial Revenues</b>	<b>65</b>	<b>71</b>	<b>80</b>
<b>Financial Result</b>	<b>13</b>	<b>15</b>	<b>20</b>

### NET INCOME AND NET MARGIN

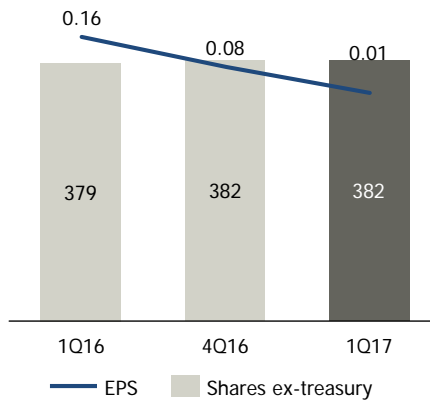
In addition to the accounts discussed above, it is worth noting the following items:

- (i) A positive impact of R\$8 million from Cyrela's share of Cury's net income, recognized under "Equity Result and Other Appreciations in Equity";
- (ii) A net negative impact of R\$ 1 million from recognizing, also under "Equity Result and Other Appreciations in Equity", the operation with Tecnisa;
- (iii) A negative impact of R\$5 million, under "Other Operating Income/Expenses", from the Grand Parc project, in Vitória;
- (iv) A negative impact of R\$31 million from contingencies on the 1Q17 income statement and
- (v) A positive impact of R\$19 million from 2 plots of land sold through SPE units of ownership, under "Other Results in Investments".

As a result of the Company's performance described above, net income amounted to R\$4 million in 1Q17, down 93.4% from R\$61 million in 1Q16 and 87.0% from 4Q16.

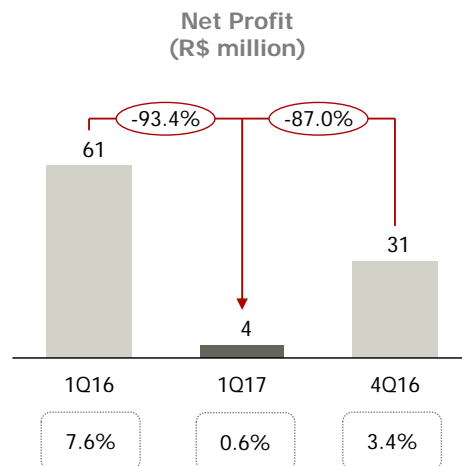
The Company's earnings per share reduced to R\$0.01 in 1Q17, vs. R\$0.08 in 4Q16 and R\$0.16 in 1Q16.

### Earnings per Share



\* Total shares at the close of the quarter, not including Treasury shares on the same date  
 \*\*Number of shares without Treasury shares in millions.

Net margin stood at 0.6% in 1Q17, 2.8 p.p. down on 4Q16 and 7.0 p.p. down on 7.6% in 1Q16.



This led to a 1.6% last 12-month ROE.



## **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 KPMG Auditores Independentes to provide the following services in 1Q17: 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 a 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.



KPMG Auditores Independentes  
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## Report on the review of quarterly information - ITR

To  
The Shareholders, Board Members 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 contained in the Quarterly Information - ITR Form for the quarter ended March 31, 2017, which comprise the balance sheet as of March 31, 2017 and the respective income statement, comprehensive income, statement of changes in shareholders' equity and statement of cash flows for three-months period then ended, including explanatory notes.

The Company's management is responsible for the preparation of the individual interim financial information in accordance with the Technical Pronouncement of the Accounting Pronouncements Committee CPC 21(R1) - Interim financial statements, and the consolidated interim financial information in accordance with CPC 21(R1) and IAS 34 - Interim Financial Reporting, issued by International Accounting Standards Board - IASB, which considers the Technical Orientation - OCPC 04 - Application of Technical Interpretation ICPC 02 to the Brazilian Real Estate Development Entities, issued by the Accounting Pronouncements Committee (CPC) and approved by the Brazilian Securities and Exchange Commission (CVM) and the Brazilian Federal Accounting Council (CFC), as well as for the presentation of these information in compliance with the standards issued by CVM, applicable to the preparation of the Quarterly Information - ITR. Our responsibility is to express a conclusion on this interim financial information based on our review.

### Scope of the review

We conducted our review according to the Brazilian and international review standards of interim financial information (NBC TR 2410 - Review of Interim Financial Information Performed by the Auditor of the Entity, and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim financial information consists of inquiries, mainly of the people responsible for the financial and accounting matters, and the application of analytical and other review procedures. The scope of a review is significantly narrower than that of an audit conducted in accordance with audit standards and, accordingly, it did not permit us to obtain assurance that we took notice of all significant matters that could have been raised in an audit. Therefore, we did not express an audit opinion.



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

Based on our review, we are not aware of any fact that makes us believe that the individual and consolidated interim financial information included in the Quarterly Information referred to above was not prepared, in all material respects, in accordance with CPC 21 (R1) applicable to the preparation of Quarterly Information (ITR), and presented in compliance with the rules issued by the CVM.

**Conclusion on consolidated interim information prepared in accordance with IAS 34, which considers OCPC 04 Guideline 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 Securities Commission (CVM) and the Federal Accounting Council (CFC)**

Based on our review, we are not aware of any fact that makes us believe that the consolidated interim financial information included in the Quarterly Information referred to above was not prepared, in all material respects, in accordance with IAS 34, issued by the IASB, which considers the Technical Orientation - OCPC 04 - Application of technical interpretation ICPC02 to the Brazilian Real Estate Development Entities, issued by the Accounting Pronouncements Committee (CPC), and approved by the CVM and the Brazilian Federal Accounting Council (CFC) applicable to the preparation of Quarterly Information (ITR), and presented in compliance with the rules issued by the CVM.

**Emphasis of matters**

As described in Note 2.1, the individual (Company) and consolidated interim financial information was prepared in accordance with accounting practices adopted in Brazil (CPC21 (R1)). The consolidated interim financial information were prepared in accordance with the IFRS applicable to the Brazilian Real Estate development entities also considers the Technical Orientation OCPC04, edited by the Accounting Pronouncements Committee (CPC). This Technical Orientation refers to the revenue recognition of this sector and comprises other matters related to the meaning and adoption of the concept of continuous transfer of the risks, benefits and control over real estate unit sales, as further described in Note 2. Our conclusion is not modified in view of this matter.

**Other issues**

***Statements of added value***

The individual and consolidated interim financial statements related to the statements of value added (DVA) for the three-month period ended March 31, 2017, prepared under the responsibility of the Company's management, presented as supplementary information for the purposes of IAS 34, were submitted to review procedures performed together with the review of the quarterly information - ITR of the Company. For the purposes of forming our conclusion, we assess if these statements are reconciled with the interim accounting information and accounting records, as applicable, and if their form and content were prepared according with Technical Pronouncement CPC 09 - Statement of value added. Based on our review, we are not aware of any fact that makes us believe that they were not prepared, in all material respects, consistent with the individual and consolidated interim financial statements taken as a whole.

***Corresponding Values***

The corresponding amounts relating to the individual and consolidated balance sheets as of December 31, 2016 were previously audited by other independent auditors who issued an unqualified report dated March 23, 2017. Individual and consolidated of income statements,



statement of comprehensive income, statement of changes in shareholders' equity and statement of cash flows for the quarter ended March 31, 2016 were previously reviewed by other independent auditors, who issued an unqualified report dated May 10, 2016. The corresponding amounts relating to the individual and consolidated Statements of Added Value (DVA) for the quarter ended March 31, 2016 were submitted to the same review procedures by those independent auditors and, based on their review. Those auditors issued a report that they were not aware of any fact that would lead them to believe that the DVA was not prepared, in all material respects, in a manner consistent with the individual and consolidated interim financial information taken as a whole.

São Paulo, May 11, 2017

KPMG Auditores Independentes  
CRC 2SP014428/O-6  
*Original report in Portuguese signed by*  
Ederson Rodrigues de Carvalho  
Accountant CRC 1SP199028/O-1

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## Identification / Composition of capital stock

Number of shares (Thousand)	Current quarter 03/31/2017
<b>Paid in Capital</b>	
Common shares	399,743
Preferred	0
<b>Total</b>	<b>399,743</b>
<b>In treasury</b>	
Common shares	17,594
Preferred	0
<b>Total</b>	<b>17,594</b>

Identification / Cash Payments

Event	Date Approved	Type	Date of Payment	Type of Share	Amount per Share (Reais / Share)
General Shareholders' Meeting	04/28/2017	Dividends	06/26/2017	Common	0.09406

## Individual Financial Statements / Balance sheet - Assets

(In thousands of Reais)

Code of Account	Account Description	Current quarter 03/31/2017	Pior year 12/31/2016
1	Total Assets	7,449,296	7,390,493
1.01	Current Assets	805,370	694,596
1.01.01	Cash and cash equivalents	171,824	281,963
1.01.01.01	Cash and cash equivalents	171,824	281,963
1.01.02	Short-term investments	587,900	369,305
1.01.02.01	Financial investments valued at fair value	587,900	369,305
1.01.02.01.03	Securities	587,900	369,305
1.01.03	Accounts Receivable	11,326	10,853
1.01.03.01	Trade accounts receivable	11,326	10,853
1.01.04	Inventories	15,982	16,836
1.01.04.01	Properties for sale	15,982	16,836
1.01.06	Recoverable taxes	3,839	0
1.01.06.01	Current taxes recoverable	3,839	0
1.01.06.01.01	Recoverable taxes	3,839	0
1.01.07	Prepaid expenses	4,642	4,478
1.01.07.01	Prepaid expenses	4,642	4,478
1.01.08	Others current assets	9,857	11,161
1.01.08.03	Others	9,857	11,161
1.01.08.03.03	Others assets	9,857	11,161
1.02	Non – Current Assets	6,643,926	6,695,897
1.02.01	Long-Term Assets	893,273	886,212
1.02.01.01	Financial investments valued at fair value	138,056	128,996
1.02.01.01.03	Securities	138,056	128,996
1.02.01.03	Account Receivable	682	767
1.02.01.03.01	Trade accounts receivable	682	767
1.02.01.04	Inventories	29,860	29,064
1.02.01.04.01	Properties for sale	29,860	29,064
1.02.01.08	Related Parties	620,832	643,465
1.02.01.08.02	Related Parties	620,832	643,465
1.02.01.09	Others Non – Current Assets	103,843	83,920
1.02.01.09.04	Recoverable taxes	37,295	39,916
1.02.01.09.05	Current accounts with venture partners	6,223	6,413
1.02.01.09.09	Others assets	60,325	37,591
1.02.02	Investments	5,666,091	5,721,686
1.02.02.01	Equity interest	5,666,091	5,721,686
1.02.02.01.01	Participations in associates	907,920	903,345
1.02.02.01.02	Interest in subsidiaries	4,758,171	4,818,341
1.02.03	Property, plant and equipment	10,050	10,572
1.02.03.01	Property, plant and equipment in operation	10,050	10,572
1.02.03.01.01	Property, plant and equipment	10,050	10,572
1.02.04	Intangible Assets	74,512	77,427
1.02.04.01	Intangible	74,512	77,427



## Individual financial statements / Balance sheet - Liabilities

(In thousands of Reais)

Code of account	Account description	Current quarter 03/31/2017	Prior year 12/31/2016
2	Total Liabilities	7,449,296	7,390,493
2.01	Current Liabilities	523,458	497,837
2.01.01	Social and labor obligations	18,577	14,169
2.01.01.01	Labor and Social Obligations	18,577	14,169
2.01.01.01.01	Labor obligations	18,577	14,169
2.01.02	Suppliers	8,118	5,878
2.01.02.01	Domestic suppliers	8,118	5,878
2.01.02.01.01	Trade payables and accrued warranties	8,118	5,878
2.01.03	Tax liabilities	2,279	1,206
2.01.03.01	Federal tax liabilities	2,279	1,206
2.01.03.01.02	Taxes payable	1,371	1,176
2.01.03.01.03	Deferred taxes and contributions	908	30
2.01.04	Loans and financing	328,550	267,667
2.01.04.01	Loans and financing	10,644	9,563
2.01.04.01.01	In currency national	10,644	9,563
2.01.04.02	Debentures	317,906	258,104
2.01.04.02.01	Debentures	43,901	3,010
2.01.04.02.03	Real Estate Certificates (CRIs)	274,005	255,094
2.01.05	Other liabilities	165,934	208,917
2.01.05.01	Related Parties	53,857	50,482
2.01.05.01.02	Related Parties	53,857	50,482
2.01.05.02	Others	112,077	158,435
2.01.05.02.01	Dividends and Interest on capital	35,946	35,946
2.01.05.02.07	Other Liabilities	76,131	122,489
2.02	Non – Current liabilities	906,548	879,100
2.02.01	Loans and financing	897,742	868,857
2.02.01.01	Loans and financing	605,184	603,384
2.02.01.01.01	In currency national	605,184	603,384
2.02.01.02	Debentures	292,558	265,473
2.02.01.02.01	Debentures	0	42,630
2.02.01.02.02	Real Estate Certificates (CRIs)	292,558	222,843
2.02.03	Deferred taxes	957	1,883
2.02.03.01	Deferred income tax and social contribution	957	1,883
2.02.03.01.01	Deferred taxes and contributions	957	1,883
2.02.04	Provisions	7,849	8,360
2.02.04.01	Provisions for tax, labor and civil risks	7,849	8,360
2.02.04.01.02	Social Security and Labor Provisions	7,849	8,360
2.03	Shareholders' equity	6,019,290	6,013,556
2.03.01	Realized Capital	3,395,744	3,395,744
2.03.01.01	Capital	3,395,744	3,395,744
2.03.02	Capital reserves	-40,474	-42,180
2.03.02.04	Option granted	63,493	61,787
2.03.02.07	(-) Expenses with issuance of shares	-103,967	-103,967
2.03.04	Profit reserve	2,715,629	2,715,626
2.03.04.01	Legal Reserve	291,104	291,104
2.03.04.05	Expasion reserve	2,646,447	2,646,447

**Individual financial statements / Balance sheet - Liabilities****(In thousands of Reais)**

<b>Code of account</b>	<b>Account description</b>	<b>Current quarter 03/31/2017</b>	<b>Prior year 12/31/2016</b>
2.03.04.09	Treasury shares	-221,922	-221,925
2.03.05	Retained Earnings/Losses	4,025	0
2.03.08	Other comprehensive income	-55,634	-55,634

## Individual financial statements / Income Statement

(In thousands of Reais)

Code of Account	Account Description	Accumulated of the Current Year 01/01/2017 to 03/31/2017	Accumulated of the Prior Year - From 01/01/2016 to 03/31/2016
3.01	Net operating income	1,180	4,812
3.02	Cost of sales and/or services	-1,375	-1,992
3.03	Gross Income	-195	2,820
3.04	Operating expenses/income	6,355	54,603
3.04.01	Selling expenses	-3,055	-1,727
3.04.02	General and administrative expenses	-33,151	-24,618
3.04.02.01	Administrative expenses	-31,962	-23,286
3.04.02.02	Management compensation	-1,189	-1,332
3.04.04	Other operating income	16,703	2,750
3.04.04.01	Other gains on investments	18,948	2,275
3.04.04.02	Other net revenues	-2,245	475
3.04.06	Equity income (loss)	25,858	78,198
3.05	Income (loss) before financial income (loss) and taxes	6,160	57,423
3.06	Financial income (loss)	-2,169	4,090
3.06.01	Financial income	36,334	43,267
3.06.02	Financial expenses	-38,503	-39,177
3.07	Income (loss) before income tax	3,991	61,513
3.08	Income taxes and social contribution	34	-242
3.08.02	Deferred taxes	34	-242
3.09	Net income (loss) of continued operations	4,025	61,271
3.11	Income/loss for the period	4,025	61,271
3.99	Earnings per share - (Reais / Shares)		
3.99.01	Basic earnings per share		
3.99.01.01	ON	0.01068	0.16093
3.99.02	Diluted earnings per share		
3.99.02.01	ON	0.10590	0.15920

**Individual financial statements / Statement of comprehensive income****(In thousands of Reais)**

Code of Account	Account Description	Accumulated of the Current Year	Accumulated of the Prior Year - From
		01/01/2017 to 03/31/2017	01/01/2016 to 03/31/2016
4.01	Net income for the period	4,025	61,271
4.03	Comprehensive income for the period	4,025	61,271

## Individual financial statements / Statement of cash flows – Indirect method

(In thousands of Reais)

Code of Account	Account Description	Accumulated of the current year	Accumulated of the Prior Year
		01/01/2017 to 03/31/2017	01/01/2016 to 03/31/2016
6.01	Cash from (invested in) operational activities	-58,495	-156,614
6.01.01	Cash generated in operations	-4,579	-16,426
6.01.01.01	Depreciation of Property, Plant and Equipment and Intangible Assets	3,484	3,233
6.01.01.02	Amortization of appreciation of assets	40	403
6.01.01.03	Share of loss of subsidiaries	-25,858	-78,198
6.01.01.05	Interest and monetary variations on loans	37,671	34,626
6.01.01.06	Deferred Taxes	-14	104
6.01.01.10	Net income for the Period Before IR and CS	3,991	61,513
6.01.01.13	Provision for the Payment of Shares Program	1,709	4,185
6.01.01.14	Provisions for Tax, Labor and Civil Risks	-511	-644
6.01.01.15	Income from Securities	-25,091	-41,648
6.01.02	Changes in assets and liabilities	-36,458	-115,364
6.01.02.02	Decrease (increase) in Trade accounts receivable	-388	-3,459
6.01.02.03	Decrease (increase) Properties for sale	58	-3,485
6.01.02.04	Decrease (increase) Current accounts with venture partners	190	879
6.01.02.05	Decrease (increase) in Related Parties	26,008	-100,153
6.01.02.06	Decrease (increase) in other assets	-22,812	405
6.01.02.09	Decrease (increase) de Taxes and contributions payable	195	-247
6.01.02.10	Decrease (increase) in other liabilities	-46,357	386
6.01.02.11	Suppliers	2,240	1,510
6.01.02.13	Payroll	4,408	-10,433
6.01.02.14	Advances from customers	0	-767
6.01.03	Others	-17,458	-24,824
6.01.03.02	Interest paid	-17,458	-24,824
6.02	Cash from (invested in) investment activities	-121,198	252,468
6.02.01	Acquisition of property, plant and equipment	-60	-9
6.02.03	Receipt of dividends	143,094	115,139
6.02.04	Increase investment	-61,641	59,850
6.02.05	Acquisition of intangible assets	-27	-1,034
6.02.06	Decrease (increase) in Short-term investments	-202,564	78,522
6.03	Cash from (invested in) financing activities	69,554	-77,313
6.03.01	Loans and financing taken	69,911	145,439
6.03.04	Payment of Loans and financing	-357	-222,675
6.03.06	Distribution of Dividends	0	-77
6.05	Increase (decrease) in Cash and cash equivalents	-110,139	18,541
6.05.01	Opening balance of cash and cash equivalents	281,963	286,585
6.05.02	Closing balance of cash and cash equivalents	171,824	305,126

# Individual financial statements / Statement of changes in shareholders' equity - 01/01/2017 - 03/31/2017

## (In thousands of Reais)

Code of Account	Account Description	Paid-up capital	Capital reserves, Options granted and Treasury shares	Profit reserves	Retained earnings (loss)	Other comprehensive income	Total Shareholders' equity
5.01	Opening balances	3,395,744	-264,105	2,937,551	0	-55,634	6,013,556
5.03	Adjusted opening balances	3,395,744	-264,105	2,937,551	0	-55,634	6,013,556
5.04	Capital transactions with partners	0	1,709	0	0	0	1,709
5.04.08	Share payment program	0	1,709	0	0	0	1,709
5.05	Total comprehensive income	0	0	0	4,025	0	4,025
5.05.01	Net income for the period	0	0	0	4,025	0	4,025
5.07	Closing balances	3,395,744	-262,396	2,937,551	4,025	-55,634	6,019,290

# Individual financial statements / Statement of changes in shareholders' equity - 01/01/2016 - 03/31/2016

## (In thousands of Reais)

Code of Account	Account Description	Paid-up capital	Capital reserves, Options granted and Treasury shares	Profit reserves	Retained earnings (loss)	Other comprehensive income	Total Shareholders' equity
5.01	Opening balances	3,095,744	-272,549	3,122,146	0	-58,298	5,887,043
5.03	Adjusted opening balances	3,095,744	-272,549	3,122,146	0	-58,298	5,887,043
5.04	Capital transactions with partners	0	4,185	0	0	0	4,185
5.04.08	Share payment program	0	4,185	0	0	0	4,185
5.05	Total comprehensive income	0	0	0	61,271	0	61,271
5.05.01	Net income for the period	0	0	0	61,271	0	61,271
5.07	Closing balances	3,095,744	-268,364	3,122,146	61,271	-58,298	5,952,499

## Individual financial statements / Statement of added value

(In thousands of Reais)

Code of Account	Account Description	Accumulated of the Current Year 01/01/2017 to 03/31/2017	Accumulated of the Prior Year - From 01/01/2016 to 03/31/2016
7.01	Revenue	-1,048	4,863
7.01.01	Sale of merchandise, products and services	1,197	5,032
7.01.02	Other income	-2,245	-169
7.02	Inputs acquired from third parties	-18,990	-16,247
7.02.01	Cost of products, goods and services rendered	-1,375	-1,992
7.02.02	Materials, power, outside services and other	-17,615	-14,255
7.03	Gross added value	-20,038	-11,384
7.04	Retentions	-3,524	-3,636
7.04.01	Depreciation, amortization and depletion	-3,484	-3,233
7.04.02	Other	-40	-403
7.05	Net added value produced	-23,562	-15,020
7.06	Added value received as transfer	81,180	124,144
7.06.01	Equity income (loss)	25,858	78,198
7.06.02	Financial income	36,334	43,267
7.06.03	Others	18,988	2,679
7.07	Total added value payable	57,618	109,124
7.08	Distribution of added value	57,618	109,124
7.08.01	Personnel	15,106	8,214
7.08.01.01	Direct remuneration	8,206	10,448
7.08.01.04	Others	6,900	-2,234
7.08.01.04.02	Board Fees	1,189	1,332
7.08.01.04.03	Stakeholders' profit share	5,711	-3,566
7.08.02	Taxes, duties and contributions	-17	462
7.08.02.01	Federal	-17	462
7.08.03	Third-party capital remuneration	38,504	39,177
7.08.03.01	Interest	38,504	39,177
7.08.04	Remuneration of own capital	4,025	61,271
7.08.04.03	Net income/reained earnings	4,025	61,271



**Consolidated financial statements / Balance sheet - Assets****(In thousands of Reais)**

<b>Code of Account</b>	<b>Account Description</b>	<b>Current quarter 03/31/2017</b>	<b>Prior Year 12/31/2016</b>
1	Total Assets	11,940,930	11,879,699
1.01	Current Assets	7,982,560	7,916,960
1.01.01	Cash and cash equivalents	458,946	513,757
1.01.01.01	Cash and cash equivalents	458,946	513,757
1.01.02	Short-term investments	1,312,309	1,016,529
1.01.02.01	Financial investments valued at fair value	1,312,309	1,016,529
1.01.02.01.03	Securities	1,312,309	1,016,529
1.01.03	Accounts Receivable	2,526,518	2,615,078
1.01.03.01	Trade accounts receivable	2,526,518	2,615,078
1.01.04	Inventories	3,578,748	3,656,791
1.01.04.01	Properties for sale	3,578,748	3,656,791
1.01.06	Recoverable taxes	24,772	18,119
1.01.06.01	Current taxes recoverable	24,772	18,119
1.01.06.01.01	Currents taxes recoverable	24,772	18,119
1.01.07	Prepaid expenses	12,043	12,610
1.01.07.01	Prepaid expenses	12,043	12,610
1.01.08	Others current assets	69,224	84,076
1.01.08.03	Others	69,224	84,076
1.01.08.03.01	Deferred taxes	838	491
1.01.08.03.02	Accrued selling expenses	12,130	13,358
1.01.08.03.03	Other assets	56,256	70,227
1.02	Non – Current Assets	3,958,370	3,962,739
1.02.01	Long – Term Assets	2,915,298	2,907,641
1.02.01.01	Financial investments valued at fair value	205,692	168,005
1.02.01.01.03	Securities	205,692	168,005
1.02.01.03	Accounts receivable	735,313	764,714
1.02.01.03.01	Trade accounts receivable	735,313	764,714
1.02.01.04	Inventories	1,417,563	1,415,069
1.02.01.04.01	Properties for sale	1,417,563	1,415,069
1.02.01.08	Related Parties	322,866	340,973
1.02.01.08.03	Related Parties	322,866	340,973
1.02.01.09	Other non – current assets	233,864	218,880
1.02.01.09.04	Recoverable taxes	104,762	111,851
1.02.01.09.05	Current accounts with venture partners	16,916	13,070
1.02.01.09.09	Other receivables	112,186	93,959
1.02.02	Investments	907,923	903,345
1.02.02.01	Interest in subsidiaries	907,923	903,345
1.02.02.01.01	Interest in subsidiaries	907,923	903,345
1.02.03	Property, plant and equipment in operation	72,296	85,690
1.02.03.01	Property, plant and equipment	72,296	85,690
1.02.04	Intangible Assets	62,853	66,063
1.02.04.01	Intangible	62,853	66,063

## Consolidated financial statements / Balance sheet - Liabilities

(In thousands of Reais)

Code of Account	Account Description	Current quarter 03/31/2017	Prior Year 12/31/2016
2	Total liabilities	11,940,930	11,879,699
2.01	Current Liabilities	2,288,256	2,276,008
2.01.01	Payroll, related taxes and profit sharing	54,449	48,920
2.01.01.01	Labor and Social Obligations	54,449	48,920
2.01.01.01.01	Labor obligations	54,449	48,920
2.01.02	Suppliers	223,381	209,166
2.01.02.01	Domestic Suppliers	223,381	209,166
2.01.02.01.01	Trade payables and accrued warranties	223,381	209,166
2.01.03	Tax liabilities	138,454	126,957
2.01.03.01	Federal tax liabilities	138,454	126,957
2.01.03.01.02	Income and social contribution tax payable	32,051	16,789
2.01.03.01.03	Deferred taxes and contributions	106,403	110,168
2.01.04	Loans and financing	1,229,818	1,135,102
2.01.04.01	Loans and financing	911,050	877,307
2.01.04.01.01	In national currency	911,050	877,307
2.01.04.02	Debentures	318,768	257,795
2.01.04.02.01	Debentures	43,901	3,010
2.01.04.02.03	Real Estate Certificates (CRIs)	274,867	254,785
2.01.05	Others liabilities	642,154	755,863
2.01.05.01	Related parties	63,651	64,812
2.01.05.01.03	Related Parties	63,651	64,812
2.01.05.02	Others	578,503	691,051
2.01.05.02.01	Dividends payable	35,946	35,946
2.01.05.02.04	Current accounts with venture partners	43,862	45,427
2.01.05.02.05	Advances from customers	298,345	351,306
2.01.05.02.06	Payables due to property acquisitions	136,234	142,531
2.01.05.02.07	Others liabilities	64,116	115,841
2.02	Non – Current liabilities	2,873,039	2,836,949
2.02.01	Loans and financing	2,336,148	2,288,562
2.02.01.01	Loans and financing	2,013,996	1,993,514
2.02.01.01.01	In national currency	2,013,996	1,993,514
2.02.01.02	Debentures	322,152	295,048
2.02.01.02.01	Debentures	0	42,630
2.02.01.02.02	Real Estate Certificates (CRIs)	322,152	252,418
2.02.03	Deferred taxes	32,227	36,930
2.02.03.01	Deferred taxes and contributions	32,227	36,930
2.02.04	Provisions	504,664	511,457
2.02.04.01	Provisions for tax, labor and civil risks	224,038	213,958
2.02.04.01.02	Social Security and Labor Provisions	224,038	213,958
2.02.04.02	Others Provisions	280,626	297,499
2.02.04.02.04	Taxes and contributions payable	0	183
2.02.04.02.05	Payables due to property acquisitions	1,029	18,926
2.02.04.02.06	Trade payables and accrued warranties	71,910	75,678
2.02.04.02.08	Advances from customers	207,687	202,712
2.03	Consolidated shareholders' equity	6,779,635	6,766,742
2.03.01	Realized Capital	3,395,744	3,395,744

**Consolidated financial statements / Balance sheet - Liabilities****(In thousands of Reais)**

<b>Code of Account</b>	<b>Account Description</b>	<b>Current quarter 03/31/2017</b>	<b>Prior Year 12/31/2016</b>
2.03.01.01	Capital	3,395,744	3,395,744
2.03.02	Capital reserves	-40,474	-42,180
2.03.02.04	Stock option reserve	63,493	61,787
2.03.02.07	(-) Expenses with issuance of shares	-103,967	-103,967
2.03.04	Profit reserve	2,715,629	2,715,626
2.03.04.01	Legal reserve	291,104	291,104
2.03.04.05	Expasion reserve	2,646,447	2,646,447
2.03.04.09	Treasury shares	-221,922	-221,925
2.03.05	Retained earnings/losses	4,025	0
2.03.08	Other comprehensive income	-55,634	-55,634
2.03.09	Interest of non-controlling shareholders	760,345	753,186

## Consolidated financial statements / Income Statement

(In thousands of Reais)

Code of Account	Account Description	Accumulated of the Current Year – From 01/01/2017 to 03/31/2017	Accumulated of the Prior Year – From 01/01/2016 to 03/31/2016
3.01	Income operating income	692,387	810,706
3.02	Cost of sales and/or services	-477,370	-528,445
3.03	Gross Profit/Loss	215,017	282,261
3.04	Operating expenses/income	-178,287	-195,401
3.04.01	Selling expenses	-87,376	-102,376
3.04.01.01	Selling expenses	-87,376	-102,376
3.04.02	General and administrative expenses	-99,510	-95,100
3.04.02.01	Administrative expense	-98,009	-93,379
3.04.02.02	Management compensation	-1,501	-1,721
3.04.04	Other operating income	6,847	-4,746
3.04.04.01	Other gains on investments	20,848	61
3.04.04.02	Other net revenues	-14,001	-4,807
3.04.06	Equity income (loss)	1,752	6,821
3.04.06.01	Equity income (loss)	1,752	6,821
3.05	Income (loss) before financial income (loss) and taxes	36,730	86,860
3.06	Financial Income	12,967	20,257
3.06.01	Financial Income	64,968	79,540
3.06.02	Financial Expenses	-52,001	-59,283
3.07	Income (loss) before income tax	49,697	107,117
3.08	Income taxes and social contribution	-15,451	-18,250
3.08.01	Current	-21,610	-20,775
3.08.02	Deferred	6,159	2,525
3.09	Net income (loss) of continued operations	34,246	88,867
3.11	Income/loss for the period	34,246	88,867
3.11.01	Attributed to the Parent company's shareholders	4,025	61,271
3.11.02	Attributed to non-controlling shareholders	30,221	27,596
3.99	Earnings per share - (Reais / Shares)		
3.99.01	Basic earnings per share		
3.99.01.01	ON	0.01068	0.16093
3.99.02	Diluted earnings per share		
3.99.02.01	ON	0.01059	0.15920

## Consolidated financial statements / Statement of comprehensive income

(In thousands of Reais)

Code of Account	Account Description	Accumulated of the Current Year	Accumulated of the Prior Year - From
		01/01/2017 to 03/31/2017	01/01/2016 to 03/31/2016
4.01	Consolidated net income for the period	34,246	88,867
4.03	Consolidated comprehensive income for the period	34,246	88,867
4.03.01	Attributed to the Parent company's shareholders	4,025	61,271
4.03.02	Attributed to non-controlling shareholders	30,221	27,596

## Consolidated financial statements / Statement of cash flows – Indirect method

(In thousands of Reais)

Code of Account	Account Description	Accumulated of the current year	Accumulated of the Prior Year
		01/01/2017 to 03/31/2017	01/01/2016 to 03/31/2016
6.01	Cash from (invested in) operational activities	119,777	-67,774
6.01.01	Cash generated in operations	119,819	203,843
6.01.01.01	Depreciation of Property, Plant and Equipment and Intangible Assets	21,302	27,748
6.01.01.02	Amortization of appreciation of assets	40	2,099
6.01.01.03	Share of loss of subsidiaries	-1,752	-6,821
6.01.01.05	Interest and monetary variations on loans	65,186	106,406
6.01.01.06	Deferred taxes	-2,656	-2,486
6.01.01.09	Adjustments to present value	10,698	5,091
6.01.01.10	Net income for the Period Before IR and CS	49,697	107,117
6.01.01.12	Provisions for warranty	14,976	19,413
6.01.01.13	Interest on securities	-49,469	-68,422
6.01.01.14	Provisions for Tax, Labor and Civil Risks	10,080	4,207
6.01.01.15	Provision for the Payment of Shares Program	1,709	4,185
6.01.01.17	Write-off of property, plant and equipment and intangible assets	8	5,306
6.01.02	Changes in assets and liabilities	84,078	-164,306
6.01.02.02	Decrease (increase) in Trade accounts receivable	107,263	-92,475
6.01.02.03	Decrease (increase) Current accounts with venture partners	-5,411	-12,991
6.01.02.04	Decrease (increase) in Related Parties	16,946	-62,437
6.01.02.05	Decrease (increase) other assets	-2,025	3,869
6.01.02.06	Increase (decrease) accounts payable for real estate acquisition	-24,194	937
6.01.02.08	Increase (decrease) in Taxes and contributions payable	14,659	741
6.01.02.09	Increase (decrease) in other liabilities	-51,723	9,900
6.01.02.12	Payroll	5,529	-11,360
6.01.02.13	Advances from customers	-92,515	-91,468
6.01.02.14	Decrease (increase) properties to sell	120,078	53,058
6.01.02.15	Suppliers	-4,529	37,920
6.01.03	Other	-84,120	-107,311
6.01.03.01	Taxes and contributions paid	-21,190	-20,467
6.01.03.02	Interest paid	-62,930	-86,844
6.02	Cash from (invested in) investment activities	-291,570	146,685
6.02.01	Acquisition of property, plant and equipment	-4,350	-2,060
6.02.03	Receipt of dividends	11,648	15,148
6.02.04	Increase investment	-14,474	20,830
6.02.05	Acquisition of intangible assets	-396	-1,639
6.02.06	Decrease (increase) in securities	-283,998	114,406
6.03	Cash from (invested in) financing activities	116,982	-125,675
6.03.01	Loans and financing taken	415,769	453,501
6.03.04	Payment of Loans and financing	-275,724	-541,342
6.03.06	Distribution Dividends	0	1,022
6.03.07	Variation in the participation of non-controlling shareholders	-23,063	-38,856
6.05	Increase (Decrease) in Cash and cash equivalents	-54,811	-46,764
6.05.01	Opening balance of cash and cash equivalents	513,757	828,512
6.05.02	Closing balance of cash and cash equivalents	458,946	781,748

# Consolidated financial statements / Statement of changes in shareholders' equity - 01/01/2017- 03/31/2017

## (In thousands of Reais)

Code of Account	Account Description	Paid-up Capital	Capital reserves, options granted and Treasury shares	Profit reserves	Retained earnings (loss)	Other comprehensive income	Shareholders' equity	Interest of non-controlling shareholders	Total Consolidated shareholders' equity
5.01	Opening balances	3,395,744	-264,105	2,937,551	0	-55,634	6,013,556	753,186	6,766,742
5.03	Adjusted opening balances	3,395,744	-264,105	2,937,551	0	-55,634	6,013,556	753,186	6,766,742
5.04	Capital transactions with partners	0	1,709	0	0	0	1,709	162,132	163,841
5.04.01	Increase in capital	0	0	0	0	0	0	162,132	162,132
5.04.08	Share payment program	0	1,709	0	0	0	1,709	0	1,709
5.05	Total comprehensive income	0	0	0	4,025	0	4,025	30,221	34,246
5.05.01	Net income for the period	0	0	0	4,025	0	4,025	30,221	34,246
5.06	Internal changes in shareholders' equity	0	0	0	0	0	0	-185,194	-185,194
5.06.04	Proposed Dividends	0	0	0	0	0	0	-185,194	-185,194
5.07	Closing balances	3,395,744	-262,396	2,937,551	4,025	-55,634	6,019,290	760,345	6,779,635

# Consolidated financial statements / Statement of changes in shareholders' equity - 01/01/2016 – 03/31/2016

## (In thousands of Reais)

Code of Account	Account Description	Paid-up Capital	Capital reserves, options granted and Treasury shares	Profit reserves	Retained earnings (loss)	Other comprehensive income	Shareholders' equity	Interest of non-controlling shareholders	Total Consolidated shareholders' equity
5.01	Opening balances	3,095,744	-272,549	3,122,146	0	-58,298	5,887,043	791,844	6,678,887
5.03	Adjusted opening balances	3,095,744	-272,549	3,122,146	0	-58,298	5,887,043	791,844	6,678,887
5.04	Capital transactions with partners	0	4,185	0	0	0	4,185	136,303	140,488
5.04.01	Increase in capital	0	0	0	0	0	0	136,303	136,303
5.04.08	Share payment program	0	4,185	0	0	0	4,185	0	4,185
5.05	Total comprehensive income	0	0	0	61,271	0	61,271	-147,563	-86,292
5.05.01	Net income for the period	0	0	0	61,271	0	61,271	27,596	88,867
5.05.02	Internal changes in shareholders' equity	0	0	0	0	0	0	-175,159	-175,159
5.05.02.06	Proposed Dividends	0	0	0	0	0	0	-175,159	-175,159
5.07	Closing balances	3,095,744	-268,364	3,122,146	61,271	-58,298	5,952,499	780,584	6,733,083



## Consolidated financial statements / Statement of added value

(In Thousand reais)

Code of Account	Account Description	Accumulated the current quarter 01/01/2017 to 03/31/2017	Accumulated of the Prior Year - From 01/01/2016 to 03/31/2016
7.01	Revenue	698,411	832,770
7.01.01	Sale of merchandise, products and services	712,412	833,226
7.01.02	Other income	-14,001	-456
7.02	Inputs acquired from third parties	-582,452	-634,147
7.02.01	Cost of products, goods and services rendered	-477,370	-528,445
7.02.02	Materials, power, outside services and other	-105,082	-105,702
7.03	Gross added value	115,959	198,623
7.04	Retentions	-21,341	-29,847
7.04.01	Depreciation, amortization and depletion	-21,301	-27,748
7.04.02	Other	-40	-2,099
7.04.02.01	Amortization of appreciation of assets	-40	-2,099
7.05	Net added value produced	94,618	168,776
7.06	Added value received as transfer	87,608	88,521
7.06.01	Equity income (loss)	1,752	6,821
7.06.02	Financial income	64,968	79,540
7.06.03	Other	20,888	2,160
7.06.03.01	Other net in investments	20,888	2,160
7.07	Total added value payable	182,226	257,297
7.08	Distribution of added value	182,226	257,297
7.08.01	Personnel	60,502	68,377
7.08.01.01	Direct remuneration	44,773	52,543
7.08.01.04	Other	15,729	15,834
7.08.01.04.01	Sales commissions	8,716	10,262
7.08.01.04.02	Board Fees	1,501	1,721
7.08.01.04.03	Stakeholders' profit share	5,512	3,851
7.08.02	Taxes, duties and contributions	35,477	40,770
7.08.02.01	Federal	35,477	40,770
7.08.03	Third-party capital remuneration	52,001	59,283
7.08.03.01	Interest	52,001	59,283
7.08.04	Remuneration of own capital	34,246	88,867
7.08.04.03	Net income/ retained earnings	4,025	61,271
7.08.04.04	Interest of non-controlling shareholders in retained earnings	30,221	27,596

## CYRELA BRAZIL REALTY S.A. EMPREENDIMENTOS E PARTICIPAÇÕES

NOTES TO INTERIM FINANCIAL INFORMATION FOR THE QUARTER ENDED MARCH 31, 2017

(In thousands of Reais – R\$, unless otherwise indicated)

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### 1. OPERATIONS

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; its shares are traded on the BM&FBOVESPA S.A. – Novo Mercado, under the acronym CYRE3.

The Company’s registered headquarters are located at Avenida Engenheiro Roberto Zuccolo, 555 1º andar, Sala 1.001, in the city of São Paulo, state of São Paulo.

The Company is primarily engaged in the development and construction of residential properties, alone or jointly with other companies. The subsidiaries, companies under shared control and associated companies share with the parent company the corporate, managerial and operating costs and structures of the Company or of the partner, according to each situation.

Management affirms that all relevant information characteristic of financial statements, are being evidenced and correspond to those used by Management.

### 2. PRESENTATION OF INTERIM FINANCIAL INFORMATION AND MAIN ACCOUNTING PRACTICES ADOPTED

#### 2.1. Statement of conformity

The Company’s interim information includes the following:

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

The individual interim financial information was prepared in accordance with accounting practices adopted in Brazil and includes financial statements included in Brazilian

corporate law and pronouncements, and in the guidelines and interpretations issued by the CPC, approved by the CVM and the CFC. In the case of the Company, these practices differ from IFRS applicable to real estate development entities in Brazil, as for the separate interim information, only with regard to the capitalization of interest incurred by the parent company in relation to the assets under construction of its subsidiaries. For IFRS purposes, this capitalization is only permitted in the consolidated interim information, and not the separate interim information.

The information regarding the bases for preparation and presentation of the interim information, the summary of the main accounting practices, and the use of estimates and judgments have not changed in relation to those disclosed in Note 2 to the Annual Financial Statements for the year ended December 31, 2016, published on March 24, 2017 in the publications “DCI - Diário Comércio Indústria & Serviços” and “Diário Oficial do Estado de São Paulo,” and available through the following websites: [www.cvm.gov.br](http://www.cvm.gov.br), [www.bmfbovespa.com.br](http://www.bmfbovespa.com.br) and <http://ri.brazilrealty.com.br>

2.2. New and revised standards and interpretations already issued but not yet adopted  
Standards, interpretations and amendments to existing standards that will become

Although early adoption is permitted, the Company and its subsidiaries did not adopt the new IFRSs listed below:

IFRS	CPC	Theme	Maturity
IFRS 9	CPC 48	Financial instruments	January 1, 2018
IFRS 15	CPC 47	Income from contracts with clients	January 1, 2018
IFRS 16	unaudited	Leases	January 1, 2019
IFRS 19	unaudited	Provisions	January 1, 2018 (*)
Amendments in IFRS 2	unaudited	Share-based payments	To be determined
Amendments in IFRS 10 and IAS 28	unaudited	Associated company or "Joint Venture"	To be determined
Amendments in IAS 7	unaudited	Disclosure initiative	To be determined
IFRIC 22	unaudited	Advances in foreign currencies	January 1, 2018

The impact of these standards is being analyzed by Company Management.

On May 28, 2014, the International Accounting Standards Board (IASB) issued IFRS 15 - “Revenue from Contracts with Customers”, which significantly changed income recognition criteria. In the segment of real estate development, the main impact will occur in the application of these concepts in the different contractual arrangements, which may bring about, for some of these contracts, the need to change the time at which certain income is accounted for. In other words, the criteria of IFRS 15 may determine that certain sales should be recognized at a particular time and not continuously during construction, as currently applied. Under the scope of IFRSs (“International Financing Reporting

Standards”), the standard will become effective in the period or years beginning on or after January 1, 2018. Company Management is awaiting the publication of the corresponding regulations by the CPC and CFC, in continuation of the standardization of accounting practices.

### 3. CASH AND CASH EQUIVALENTS

	<b>Individual</b>		<b>Consolidated</b>	
	<b>03/2017</b>	<b>2016</b>	<b>03/2017</b>	<b>2016</b>
Cash and Banks - local currency	5,800	16,758	205,892	171,538
Bank certificates of deposit and repurchase agreements (i)	166,024	265,205	253,054	342,219
	<b>171,824</b>	<b>281,963</b>	<b>458,946</b>	<b>513,757</b>

- (i) Financial investments that have immediate convertibility into a known amount of cash and are not subject to significant risk of change in value, and the Company has immediate redemption rights, have an average yield of 98.24% of the Interbank Deposit Certificate (CDI) rate.

### 4. SECURITIES

	<b>Individual</b>		<b>Consolidated</b>	
	<b>03/2017</b>	<b>2016</b>	<b>03/2017</b>	<b>2016</b>
Bank Certificates of deposit (i)	17,964	16,811	321,890	320,684
Exclusive investment funds (ii)	511,643	301,663	922,500	647,629
Federal Government - NTNB (iii)	115,176	114,469	182,593	150,864
Sundry investment funds (iv)	31,843	23,013	41,688	23,013
Others	49,330	42,345	49,330	42,344
	<b>725,956</b>	<b>498,301</b>	<b>1,518,001</b>	<b>1,184,534</b>
<b>Current</b>	<b>587,900</b>	<b>369,305</b>	<b>1,312,309</b>	<b>1,016,529</b>
<b>Noncurrent</b>	<b>138,056</b>	<b>128,996</b>	<b>205,692</b>	<b>168,005</b>

- (i) Financial investments paid at the average rate of 98.24% of the CDI rate, and have no immediate liquidity
- (ii) The Company has investments in the exclusive funds BRACYR, CYR18 and BRACYR18 managed by Banco Safra S.A., Banco Santander S.A. and Caixa Economica Federal, respectively. The financial institution is responsible for the custody of the assets of the fund's portfolio and for the financial settlement of its operations. The funds are composed of fixed-income securities and were remunerated at the average rate of 102.91% of the CDI rate.
- (iii) Investment in national treasury bonds, indexed to inflation + average interest of 6.99% p.a.
- (iv) The Company has investments in multimarket investment funds, Cshg Alocation Adam and Cshg All Spxr, managed by Credit Suisse Hedging-Griffo Corretora de Valores S.A., respectively. The financial institution is responsible for the custody of the assets of the fund's portfolio and for the financial settlement of its operations. The Fund is composed of securities remunerated at an average rate of 194.25% of the CDI rate.

The breakdown of the exclusive investment fund, in proportion to the shares held by the Company, is shown below:

	<b>Individual</b>	<b>Consolidated</b>
	<b>03/2017</b>	<b>2016</b>
Federal government bonds (i)	261,234	221,445
Financial bills (ii)	282,556	216,002
Investment funds (iii)	270,339	101,189
CDB/RDB	104,159	87,546
Repurchase agreements	4,211	21,447
-	<b>922,499</b>	<b>647,629</b>

(i) Federal Government Bond at the average rate of 100.16% of the SELIC rate.

(ii) Financial letters remunerated at the average rate of 103.29% of the CDI rate.

(iii) Investment fund to average rate at 102.91% CDI.

## 5. ACCOUNTS RECEIVABLE

	<b>Individual</b>		<b>Consolidated</b>	
	<b>03/2017</b>	<b>2016</b>	<b>03/2017</b>	<b>2016</b>
<b>Real estate projects completed</b>	<b>12,007</b>	<b>11,620</b>	<b>1,319,140</b>	<b>1,286,697</b>
Real Estate projects in construction				
Recognized revenue	-	-	7,023,982	6,552,916
Installments received	-	-	(5,055,218)	(4,407,409)
	-	-	<b>1,968,764</b>	<b>2,145,507</b>
Adjustment to presente value (AVP)	-	-	(44,360)	(55,057)
	-	-	<b>1,924,404</b>	<b>2,090,450</b>
<b>Receivables from sale recognized</b>	<b>12,008</b>	<b>11,620</b>	<b>3,243,544</b>	<b>3,377,147</b>
Services rendered	-	-	18,287	2,645
<b>Total trade receivables</b>	<b>12,008</b>	<b>11,620</b>	<b>3,261,831</b>	<b>3,379,792</b>
<b>Current</b>	<b>11,326</b>	<b>10,853</b>	<b>2,526,518</b>	<b>2,615,078</b>
<b>Noncurrent</b>	<b>682</b>	<b>767</b>	<b>735,313</b>	<b>764,714</b>

Accounts receivable from sale of uncompleted real estate are substantially adjusted at INCC (civil construction national index) variation up to delivery of keys. "Pós-chaves" receivables (i.e., trade receivables after keys to the property have been delivered to the buyer) accrue interest of 12% per year plus correction for inflation through the General Market Price Index (IGP-M).

The Company and its subsidiaries/affiliates adopt the procedures and standards established by CFC Resolution No. 1.266/09 as well as technical pronouncement CPC 17 (R1) and technical guidelines OCPCs 1 (R1) and 4, and technical interpretation ICPC 02, for recognition of the results obtained in real estate operations. Accordingly, the balance of accounts receivable from the unfinished properties sold is not fully shown in consolidated interim information, because it

is recorded only to the extent of the income recognized according to the progress of civil works, net of installments received.

The balances of accounts receivable from unfinished units were calculated considering the estimated period until the delivery of the keys of the properties sold, using either the average rate of remuneration of government bonds (NTN-B) or the average rate of funding practiced by the Company, whichever is higher, without inflation, for the financing obtained. The average rate used in the period ended March 31, 2017 was 5.15% p.a. (6.32% as of March 31, 2016 and 6.10% as of December 31, 2016).

Adjustment to net present value recorded under “Income from real estate development” and “Resale of real estate properties”, in the period ended March 31, 2017, was R\$ 10,699 (R\$ 5,091 on March 31, 2016).

The allowance for doubtful accounts is applied by the Company and its subsidiaries when there is evidence that the amounts in arrears will not be recovered due to the value attributed to the unit under guarantee and its resale value on the market. Regarding the possible impacts due to client cancellation, the Company establishes the provision of the net effects under a specific heading, according to Note 19.

As supplementary information, the balance of “Accounts receivable,” considering the balance not yet reflected in the interim financial information, relating to the activity of real estate development and resale, can be shown as follows:

	<b>Individual</b>		<b>Consolidated</b>	
	<b>03/2017</b>	<b>2016</b>	<b>03/2017</b>	<b>2016</b>
<b>Real estate development and resale:</b>				
Total in current assets	11,326	10,853	2,508,231	2,612,433
Total in noncurrent assets	682	767	735,313	764,714
	<b>12,008</b>	<b>11,620</b>	<b>3,243,544</b>	<b>3,377,147</b>
Total sales contracted	-	-	1,978,884	2,164,418
Portion classified as advances from customers	-	-	(77,607)	(67,633)
	<b>12,008</b>	<b>11,620</b>	<b>5,144,821</b>	<b>5,473,932</b>
<b>Current</b>	<b>11,326</b>	<b>10,853</b>	<b>3,181,019</b>	<b>3,292,085</b>
<b>Noncurrent</b>	<b>682</b>	<b>767</b>	<b>1,963,802</b>	<b>2,181,847</b>

The classification in non-current assets is determined by the amounts that are expected to be received after 12 months from the date of the interim financial information.

#### Schedule of the portfolio of receivables for real estate development and resale

The following portfolio is presented based on the expectation of receipts, considering the income already recognized and yet to be recognized, as follows:

	<b>Individual</b>		<b>Consolidated</b>	
	<b>03/2017</b>	<b>2016</b>	<b>03/2017</b>	<b>2016</b>
12Months	11,326	10,853	3,181,019	3,292,085
24Months	672	746	1,118,773	1,342,360
36Months	10	21	640,806	630,845
48Months	-	-	86,777	91,234
Above 48 Months	-	-	117,446	117,408
<b>Total</b>	<b>12,008</b>	<b>11,620</b>	<b>5,144,821</b>	<b>5,473,932</b>

On March 31, 2017, the amount past due for more than 360 days in our consolidated receivables portfolio is R\$ 64,822. (R\$57,784 as of December 31, 2016).

## 6. PROPERTIES FOR SALE

Represented by the costs of real estate units available for sale (real estate properties completed and under construction), land for future developments and advances to acquisition of land as shown below:

		<b>Individual</b>		<b>Consolidated</b>	
		<b>03/2017</b>	<b>2016</b>	<b>03/2017</b>	<b>2016</b>
Properties under construction		12,207	12,051	1,881,776	1,978,007
Completed properties		3,775	4,785	992,045	934,463
Land for future developments	(a)	29,860	29,064	1,797,707	1,834,181
Advances for the acquisition of land		-	-	101,058	106,015
Interest capitalized in inventories	(b)	-	-	223,725	219,194
		<b>45,842</b>	<b>45,900</b>	<b>4,996,311</b>	<b>5,071,860</b>
<b>Current</b>		<b>15,982</b>	<b>16,836</b>	<b>3,578,748</b>	<b>3,656,791</b>
<b>Noncurrent</b>		<b>29,860</b>	<b>29,064</b>	<b>1,417,563</b>	<b>1,415,069</b>

(a) The classification of land for future developments between current and non-current assets is made based on the expectation of the period for launching of the real estate developments, periodically reviewed by Management. The properties under construction and finished properties are classified in current assets, considering their availability for sale.

(b) The balance of capitalized charges in consolidated represented R\$ 137,997 relating to the Housing Financial System ("SFH") and R\$ 85,726 relating to charges of other debts, totaling R\$ 223,723 on March 31, 2017 (SFH charges: R\$ 128,192; charges of other debts: R\$ 91,001; totaling R\$ 219,193 on December 31, 2016).

(b.1) The appropriation of capitalized charges in the consolidated income statement under "Cost of real estate sold" totaled R\$ 39,619 relating to SFH charges and R\$ 5,262 relating to charges of other debts, totaling R\$ 44,881 on March 31, 2017 (SFH charges of R\$ 44,366, charges of other debts of R\$ 5,991, totaling R\$ 50,357 on March 31, 2016), being appropriated to P/L in accordance with OCPC 01 (R1).

(b.2) On March 31, 2017, there was a reduction of R\$ 1,772 in the balance of capitalized charges relating to investees that were no longer consolidated or sold in the period.

## 7. INVESTMENTS

a) The main information on ownership interest held is summarized below:

Companies:	Total Equity interest -%				Profit (loss) for the period								Share profit (loss) of subsidiaries	
	03/2017		2016		Equity		Investment							
	Total	Direct	Total	Direct	03/2017	2016	03/2017	2016	03/2017	2016	03/2017	2016		
Austria Incorporadora Ltda	50.00	50.00	50.00	50.00	26,875	26,981	(643)	-	13,437	13,491	(321)	-		
Cabo Frio Incorporadora Ltda	50.00	50.00	50.00	50.00	36,223	36,210	13	-	18,112	18,105	7	-		
Camargo Correa Cyrela Empr Im SPE Ltda	50.00	50.00	50.00	50.00	14,270	13,262	(7)	(1)	7,135	6,631	(4)	(1)		
Canoa Quebrada Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	27,259	27,270	(12)	(57)	27,259	27,270	(12)	(57)		
Carapa Empreendimentos Imobiliários Ltda	60.00	60.00	60.00	60.00	38,975	35,065	3,910	4,172	23,585	21,039	2,346	2,503		
CBR 011 Empreendimentos Imobiliários Ltda	32.50	32.50	32.50	32.50	119,651	139,309	341	(7,121)	38,887	45,276	111	(2,314)		
CBR 014 Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	19,462	15,285	1,465	3,612	19,462	15,285	1,465	3,611		
CBR 024 Empreendimentos Imobiliários Ltda	50.00	50.00	50.00	50.00	157,348	155,068	(2,720)	(2,765)	78,674	77,534	(1,360)	(1,383)		
CBR 030 Empreendimentos Imobiliários Ltda	50.00	50.00	50.00	50.00	110,303	110,304	-	-	55,152	55,152	-	-		
CBR 031 Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	110,173	117,163	(6,990)	(1,072)	110,173	117,163	(6,990)	(1,072)		
CHL Lxxviii Incorporações Ltda	50.00	50.00	50.00	50.00	18,478	18,797	136	122	9,239	9,399	68	61		
Cipasa Santa Maria Empreendimentos Imobiliários S/A	50.00	50.00	50.00	50.00	23,897	25,014	(268)	12	11,948	12,507	(134)	6		
Costa Maggiore Empreendimentos Imobiliários Ltda	50.00	50.00	50.00	50.00	11,540	8,839	2,701	1,367	5,770	4,419	1,351	683		
Country de Investment Imobiliária Ltda	97.25	72.25	97.25	72.25	12,167	12,703	(506)	846	8,791	9,178	(366)	611		
Cury Construtora E Incomp S/A	50.00	50.00	50.00	50.00	241,723	229,039	12,684	3,184	120,862	114,519	6,342	1,592		
Cybra de Investment Imobiliária Ltda	100.00	100.00	100.00	100.00	10,068	9,963	(570)	(1,504)	10,068	9,963	(570)	(1,504)		
Cyrela Aconagua Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	51,607	52,043	(365)	1,901	51,607	52,043	(365)	1,901		
Cyrela Anis Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	54,764	55,465	2,053	2,639	54,764	55,465	2,053	2,639		
Cyrela Asteca Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	38,574	38,588	(14)	(18)	38,574	38,588	(14)	(18)		
Cyrela Asturias Empreendimentos Imobiliários Ltda	80.00	80.00	80.00	80.00	14,479	13,018	1,461	(774)	11,583	10,414	1,169	(620)		
Cyrela Bahia Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	11,123	11,197	(159)	297	11,123	11,197	(159)	297		
Cyrela Brazil Realty Rjz Empreendimentos Imobiliária Ltda	100.00	100.00	100.00	100.00	76,326	66,450	7,773	(548)	76,326	66,450	7,773	(548)		
Cyrela Conquista Empreendimentos Imobiliários Ltda	80.00	80.00	80.00	80.00	11,613	21,669	2,644	1,817	9,291	17,336	2,115	1,453		
Cyrela Costa Rica Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	10,092	8,199	1,893	(6,075)	10,092	8,199	1,893	(6,075)		
Cyrela Cristal Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	35,397	32,538	2,859	2,521	35,397	32,538	2,859	2,521		
Cyrela Empreendimentos Imobiliários	100.00	100.00	100.00	100.00	34,851	35,320	(1,869)	1,600	34,851	35,320	(1,869)	1,600		
Importadora e Exportadora Ltda	100.00	100.00	100.00	100.00	16,629	16,619	10	(415)	16,629	16,619	10	(415)		
Cyrela Esmeralda Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	55,690	58,608	(1,056)	(653)	55,690	58,608	(1,056)	(653)		
Cyrela Europa Empreendimentos Imobiliários Ltda	95.75	55.00	95.75	55.00	33,634	32,590	39	(126)	18,499	17,924	21	(69)		
Cyrela Grenwood de Investment Imobiliária Ltda	100.00	100.00	100.00	100.00	51,727	49,563	2,464	(484)	51,727	49,563	2,464	(484)		
Cyrela Imobiliária Ltda	72.00	72.00	72.00	72.00	48,166	47,678	4,249	1,571	34,679	34,328	3,059	1,131		
Cyrela Indico Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	63,711	47,590	716	8,230	63,711	47,590	716	8,230		
Cyrela Magik Monaco Empreendimentos Imobiliários Ltda	80.00	80.00	80.00	80.00	48,655	46,561	2,094	1,905	38,924	37,248	1,675	1,524		
Cyrela Malasia Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	27,328	22,050	4,513	(1,231)	27,328	22,050	4,513	(1,231)		
Cyrela Malibu Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	10,249	10,221	(2)	2	10,249	10,221	(2)	2		
Cyrela Montblanc Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	155,987	154,385	(1,735)	(7,841)	155,987	154,385	(1,735)	(7,841)		
Cyrela Monza Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	208,761	202,778	5,983	1,057	208,761	202,778	5,983	1,057		
Cyrela Niss Empreendimentos Imobiliários Ltda	75.00	75.00	75.00	75.00	11,295	13,538	(1,362)	166	8,471	10,153	(1,022)	125		
Cyrela Nordeste Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	101,083	112,994	(11,911)	(3,141)	101,083	112,994	(11,911)	(3,141)		
Cyrela Pacifico Empreendimentos Imobiliários S/A	80.00	80.00	80.00	80.00	30,202	30,176	27	41	24,162	24,141	21	33		
Cyrela Pamplona Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	12,833	10,273	117	11	12,833	10,273	117	11		
Cyrela Paris Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	73,814	74,271	(457)	459	73,814	74,271	(457)	458		
Cyrela Piracema Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	26,241	25,510	(1)	-	26,241	25,510	(1)	-		
Cyrela Portugal Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	57,457	53,543	3,914	(551)	57,457	53,543	3,914	(551)		
Cyrela Recife Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	169,304	166,557	2,747	22,535	169,304	166,557	2,747	22,535		
Cyrela Rjz Construtora e Empreendimentos Imobiliários Ltda	100.00	84.17	100.00	84.17	102,273	101,760	(6,671)	2,410	86,079	85,647	(5,615)	2,028		
Cyrela Rjz Empreendimentos Imobiliários Ltda	97.45	59.90	97.45	59.90	98,789	98,140	1,120	1,691	59,174	58,786	671	1,013		
Cyrela Rjz Jcogito Empreendimentos Imobiliária Ltda	43.00	25.00	43.00	25.00	190,092	189,497	16,994	6,284	47,523	47,374	4,249	1,571		
Cyrela Salamanca Empreendimentos Imobiliários Ltda	80.00	80.00	80.00	80.00	10,503	10,110	393	94	8,402	8,088	314	75		
Cyrela Suecia Empreendimentos Imobiliários Ltda	100.00	50.00	100.00	50.00	88,394	107,919	(3,526)	(4,408)	44,197	53,960	(1,763)	(2,204)		
Cyrela Toleca Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	16,699	15,163	1,466	7,289	16,699	15,163	1,466	7,289		
Cyrela Vermont de Investment Imobiliária Ltda	97.90	50.00	97.90	50.00	13,422	13,164	(1)	(1)	6,711	6,582	-	-		
Cyrela Violeta Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	17,883	17,862	(2)	-	17,883	17,862	(2)	-		
Dona Margarida II Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	21,349	18,556	2,741	-	21,349	18,556	2,741	-		
Elbus Empreendimento Imobiliária Ltda	59.41	30.00	59.41	30.00	27,942	28,236	4,306	960	8,382	8,471	1,292	288		
Fazenda Sao Joao Empreendimentos Imobiliários SPE Ltda	85.00	85.00	85.00	85.00	23,401	23,401	-	-	19,890	19,890	-	-		
Flamingo Investment Imobiliária Ltda	100.00	100.00	100.00	100.00	12,383	12,197	(1)	(40)	12,383	12,197	(1)	(40)		
Goldschein Cyrela Empreendimentos Imobiliários S/A	100.00	100.00	100.00	100.00	716,637	693,178	23,459	3,182	716,637	693,178	23,459	3,182		
Inacema Incorporadora Ltda	50.00	50.00	50.00	50.00	56,455	56,198	(1)	(2)	28,228	28,099	-	(1)		
Jacira Reis Empreendimentos Imobiliários Ltda	50.00	50.00	50.00	50.00	46,003	47,177	(1,174)	-	23,001	23,589	(587)	-		
Kalshari Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	13,585	10,522	3,063	2,050	13,585	10,522	3,063	2,050		
Lider Cyrela Df 01 Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	33,383	33,532	(149)	(176)	33,383	33,532	(149)	(176)		
Living Botucatu Empreendimentos Imobiliários Ltda	75.00	50.00	75.00	50.00	14,577	13,638	939	2,862	7,289	6,819	470	1,431		
Living Cedro Empreendimentos Imobiliários Ltda	100.00	50.00	100.00	50.00	45,637	46,320	(9,687)	7,856	22,818	23,160	(4,844)	3,928		
Living Empreendimentos Imobiliários S/A	100.00	100.00	100.00	100.00	717,331	725,899	1,657	40,474	717,331	725,899	1,657	40,474		
Lombok Incorporadora Ltda	100.00	100.00	100.00	100.00	10,722	12,764	(2,281)	(587)	10,722	12,764	(2,281)	(587)		
Luanda Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	101,781	104,352	1,523	353	101,781	104,352	1,523	353		
Lucio Brazil Real Estate S/A	50.00	50.00	50.00	50.00	36,355	35,949	(57)	(333)	18,177	17,974	(29)	(166)		
Mac Empreendimentos Imobiliários Ltda	50.00	50.00	50.00	50.00	577,975	566,235	14,837	23,440	288,988	283,118	7,418	11,720		
Mac Veneza Empreendimentos Imobiliária Ltda	74.51	50.00	74.51	50.00	55,839	44,000	(1)	(2)	27,920	22,000	-	(1)		
Marques de Iru SPE Empreendimentos Imobiliários Ltda	50.00	50.00	50.00	50.00	24,343	23,181	735	1,118	12,171	11,591	368	559		
Moinho Velho Empreendimentos Imobiliários SPE Ltda	50.00	50.00	50.00	50.00	11,788	11,758	-	-	5,894	5,879	-	-		
Nova Iguaçu Empreendimentos Imobiliários Ltda	100.00	100.00	100.00	100.00	12,544	12,335	1,043	107	12,544	12,335	1,043	107		
Plano e Plano Construções e Participações Ltda	100.00	100.00	100.00	100.00	305,420	310,431	(5,011)	9,079	305,420	310,431	(5,011)	9,079		
Plano e Plano Desenvolvimento Imobiliários Ltda	50.00	50.00	50.00	50.00	10,089	8,779	1,310	-	5,044	4,390	655	-		
Plano Amoreira Empreendimentos Imobiliários SPE Ltda	100.00	60.00	100.00	60.00										



Companies:	Total Equity interest -%				Profit (loss) for the				Share profit (loss) of			
	03/2017		2016		Equity		period		Investment		subsidiaries	
	Total		Total		03/2017		2016		03/2017		03/2017	
	Direct		Direct		2016				2016		2016	
Ravenna Empreendimentos Imobiliários Ltda	100,00	100,00	100,00	100,00	44.867	46.206	2.101	473	44.867	46.206	2.101	473
Rua dos Alpes Empreendimentos Imobiliários Ltda	100,00	100,00	100,00	100,00	37.599	38.435	219	(5)	37.599	38.435	219	(5)
SCP Veredas Bunitis Fase II	60,00	6,00	60,00	6,00	18.498	17.635	48	409	1.110	1.058	3	25
SK Edson Empreendimentos Imobiliários SPE Ltda	65,00	30,00	65,00	30,00	22.805	22.511	7.119	7.537	6.842	6.753	2.136	2.261
SK Realty Empreendimentos Imobiliários S/A	50,00	50,00	50,00	50,00	150.322	149.019	9.430	10.326	75.161	74.509	4.715	5.163
SPE Barbacena Empreendimentos Imobiliários Ltda	50,00	50,00	50,00	50,00	43.602	42.919	683	-	21.801	21.460	342	-
SPE Bras il Incorp 28 Ltda	50,00	50,00	50,00	50,00	20.805	22.689	296	235	10.403	11.345	148	118
SPE Bras il Incorporação 83 Ltda	50,00	50,00	50,00	50,00	34.007	27.180	162	511	17.003	13.590	81	256
SPE CHL CV Incorporações Ltda	50,00	50,00	50,00	50,00	13.954	18.088	(1.618)	(2.374)	6.977	9.044	(809)	(1.187)
SPE Faicalville Incorp 1 Ltda	50,00	50,00	50,00	50,00	17.205	23.673	(158)	(312)	8.603	11.836	(79)	(156)
Tamoios Empreendimentos Imobiliários SPE Ltda	60,00	60,00	60,00	60,00	28.633	28.294	(94)	143	17.180	16.977	(56)	86
Tapira Empreendimentos Imobiliários Ltda	24,75	24,75	24,75	24,75	163.669	162.511	(342)	393	40.508	40.221	(85)	97
Tecnica S/A	13,48	13,48	13,48	13,48	1.416.708	1.420.976	(63.433)	-	78.083	79.458	(1.401)	-
Toulon Empreendimentos Imobiliários SPE Ltda	100,00	100,00	100,00	100,00	21.288	21.288	-	(1)	21.288	21.288	-	(1)
Vinson Empreendimentos Imobiliários Ltda	74,51	74,51	74,51	74,51	110.927	111.595	(668)	(491)	82.651	83.149	(498)	(366)
Other 338 SPEs with PL up to 10,000					1.521.896	1.735.802	(38.728)	(36.992)	324.047	415.597	(33.788)	(40.669)
<b>Sub-total</b>					9.782.541	9.910.564	(1.548)	122.756	<b>5.605.231</b>	<b>5.657.762</b>	<b>29.741</b>	<b>82.351</b>
Interest capitalization (i)									60.820	63.924	(3.883)	(4.153)
									<b>5.666.091</b>	<b>5.721.686</b>	<b>25.858</b>	<b>78.198</b>

- (i) The parent company's investments have capitalization of interest on loans, financing and debentures, which are identified directly to the real estate developments of its investees. In consolidated, these amounts are capitalized to inventories, according to Note 6.

Changes in the Company's investments may be presented as follow:

	Individual	Consolidated
<b>Balance as at December 31, 2015</b>	<b>5,702,882</b>	<b>745,841</b>
Subscription / (decrease) Capital	(62,061)	(20,830)
Dividends	(115,139)	(15,148)
Share of point (loss) of subsidiaries	78,198	6,821
Interest capitalization	2,211	-
<b>Balance as at March 31, 2016</b>	<b>5,606,091</b>	<b>716,684</b>
<b>Balance as at December 31, 2016</b>	<b>5,721,686</b>	<b>903,345</b>
Subscription / (decrease) Capital	60,822	14,474
Dividends	(143,094)	(11,648)
Share of point (loss) of subsidiaries	25,858	1,752
Interest capitalization	819	-
<b>Balance as at March 31, 2017</b>	<b>5,666,091</b>	<b>907,923</b>

b) The main information on the indirect investments of the parent company is summarized below:

	Total Equity interest -%		Equity		Profit (loss) for the period	
	03/2017	2016	03/2017	2016	03/2017	2016
Abdo Empreendimentos Imobiliários Ltda	100.00	100.00	26,793	26,604	(124)	1
Ak 19 - Empreendimentos E Participações Ltda	26.00	26.00	45,494	41,785	296	2,388
Alabama Empreendimentos Imobiliários Ltda	49.02	49.02	27,435	24,713	(278)	485
Alphaville Nova Esplanada 3 Empreendimentos Ltda	25.00	25.00	46,906	47,388	(340)	-
Andorra Empreendimentos Imobiliários Ltda	80.00	80.00	78,511	64,548	16,063	4,097
Australia Empreendimentos Imobiliários Ltda	100.00	100.00	19,155	17,400	1,755	1,279
Batel Empreendimentos Imobiliários Ltda	80.00	80.00	37,535	36,429	1,106	1,006
Bello Villarinho Empreendimentos Imobiliários Ltda	50.00	50.00	13,801	13,783	17	-
Campos Sales Empreendimentos Imobiliários Ltda	40.00	40.00	39,537	40,087	(549)	3,856
CBR 008 Empreendimentos Imobiliários Ltda	100.00	100.00	69,991	63,935	1,356	794
CCISA 02 Incorporadora Ltda	(iv) 49.95	49.95	17,576	17,642	(66)	3,136
CCISA 03 Incorporadora Ltda	(iv) 25.00	25.00	83,687	80,532	3,155	1,683
CCISA 04 Incorporadora Ltda	(iv) 49.95	49.95	31,407	30,584	823	1,345
CCISA 05 Incorporadora Ltda	(iv) 25.00	25.00	60,685	60,235	450	510
Chillan Investimentos Imobiliários Ltda	(iv) 25.00	25.00	28,228	28,340	(112)	2,899
Cyrela Andrade Mendonca Jcpm Empreendimentos Imobiliários SPI	85.00	85.00	16,805	31,879	(2,134)	368
Cyrela Ccp Canela Empreendimentos Imobiliários Ltda	50.00	50.00	32,206	32,278	(97)	(1)
Cyrela Diamante Empreendimentos Imobiliários Ltda	51.02	51.02	16,671	14,167	2,774	224
Cyrela Parana Empreendimentos Imobiliários Ltda	100.00	100.00	74,305	64,110	2,900	(1,699)
Cyrela Polinesia Empreendimentos Imobiliários Ltda	100.00	100.00	70,807	76,195	1,495	5,632
Cyrela Somerset de Investimentos Imobiliários Ltda	83.00	83.00	24,028	23,467	202	(2)
Cyrela Sul 001 Empreendimentos Imobiliários SPE Ltda	92.50	92.50	89,159	69,194	19,965	7,238
Cyrela Sul 002 Empreendimentos Imobiliários SPE Ltda	92.50	92.50	19,449	16,079	2,770	125
Cyrela Sul 003 Empreendimentos Imobiliários SPE Ltda	92.50	92.50	15,742	15,659	(1)	(66)
Cyrela Sul 004 Empreendimentos Imobiliários SPE Ltda	92.50	92.50	17,878	16,348	(10)	(12)
Cyrela Sul 006 Empreendimentos Imobiliários SPE Ltda	92.50	92.50	14,989	14,705	285	(635)
Cyrela Sul 008 Empreendimentos Imobiliários SPE Ltda	90.00	90.00	24,839	24,461	(58)	(133)
Cyrela Sul 013 Empreendimentos Imobiliários Ltda	92.50	92.50	21,546	19,741	1,804	(6)
Cyrela Sul 014 Empreendimentos Imobiliários SPE Ltda	90.00	90.00	11,037	7,910	3,128	-
Cyrela Tupiza Empreendimentos Imobiliários Ltda	100.00	100.00	13,473	13,482	(9)	(818)
DGC Agua Verde Ltda	95.00	95.00	20,313	19,634	679	311
DGC Ecoville Dois Ltda	80.00	80.00	11,202	10,996	206	(38)
DGC João Gualberto Ltda	95.00	95.00	44,421	46,695	(6,748)	1,698
DGC Living Parana Empreendimentos Imobiliários Ltda	95.00	95.00	14,596	13,715	881	(197)
DGC Map Parana Empreendimentos Imobiliários Ltda	88.25	88.25	24,838	23,965	873	(116)
DGC Paulo Gorski Ltda	95.00	95.00	15,709	13,802	907	(1,605)
DGC Pinheirinho Empreendimentos Imobiliários Ltda	95.00	95.00	21,408	20,650	758	882
Dover Empreendimentos Imobiliários Ltda	49.02	49.02	22,537	31,802	2,835	1,858
Emmerin Incorporações Ltda	(iv) 49.95	49.95	15,076	10,721	4,355	81
Galeria Boulevard Negocios Imobiliários S/A	48.62	48.62	11,888	11,989	211	-
Garibaldi Empreendimentos Imobiliários Ltda	100.00	100.00	21,621	29,783	2,837	2,181
Gcln Incorporações E Empreendimentos Ltda	80.00	80.00	42,181	42,770	(589)	(2,058)
GCW Capao Da Canoa Empreendimentos Imobiliários Ltda	60.00	60.00	15,491	15,438	(21)	(1)
Imperio do Ocidente Incorporações Ltda	(iv) 50.00	50.00	14,926	15,222	(296)	2,583
Jardim Leao Empreendimentos Imobiliários Ltda	100.00	100.00	22,923	24,082	(67)	211
Jardim Loureiro da Silva Empreendimentos Imobiliários Ltda	65.00	65.00	42,643	39,871	2,772	3,610
Lamballe Incorporadora Ltda	(iv) 40.00	40.00	29,710	26,626	3,084	6,253
Living 006 Empreendimentos Imobiliários Ltda	100.00	100.00	13,804	14,943	1,890	835
Living Amoreira Empreendimentos Imobiliários Ltda	100.00	100.00	10,625	10,049	(2)	(3)
Living Amparo Empreendimentos Imobiliários Ltda	100.00	100.00	41,640	42,054	(414)	1,801
Living Apiai Empreendimentos Imobiliários Ltda	100.00	100.00	70,100	62,299	4,140	4,446
Living Batatais Empreendimentos Imobiliários Ltda	100.00	100.00	32,549	31,605	944	607
Living Barbacena Empreendimentos Imobiliários Ltda	100.00	100.00	12,690	17,567	(5,482)	2,988
Living Carita Empreendimentos Imobiliários Ltda	100.00	100.00	31,137	11,324	(265)	(27)
Living Jacaranda Empreendimentos Imobiliários Ltda	100.00	100.00	11,302	16,751	(2,649)	4,439

	Total Equity interest -%		Equity		Profit (loss) for the period	
	03/2017	2016	03/2017	2016	03/2017	2016
Living Martini Empreendimentos Imobiliários Ltda	100.00	100.00	16,910	16,080	830	2,282
Living Panama Empreendimentos Imobiliários Ltda	100.00	100.00	130,841	140,279	(8,042)	(1,281)
Living Pitangui Empreendimentos Imobiliários Ltda	100.00	100.00	27,145	30,761	3,384	2,410
Living Provance Empreendimentos Imobiliários Ltda	100.00	100.00	31,139	30,592	546	929
Living Ribeirao Empreendimentos Imobiliários Ltda	100.00	100.00	14,173	13,764	409	(100)
Living Sul Empreendimentos Imobiliários Ltda	100.00	100.00	127,683	125,525	2,158	(4,305)
Mac Australia Empreendimentos Imobiliários Ltda	49.45	49.45	19,858	37,455	3,603	2,098
Mac Barcelona Empreendimentos Imobiliários Ltda	49.45	49.45	23,501	20,554	2,947	1,718
Mac Massachusetts Empreendimentos Imobiliários Ltda	50.00	50.00	14,784	13,820	964	900
Mac Milao Empreendimentos Imobiliários Ltda	49.45	49.45	34,310	30,782	1,928	343
Mac Otacilio Empreendimentos Imobiliários Ltda	50.00	50.00	35,062	34,949	3,043	1,319
Mac Pionner-4 Empreendimentos Imobiliários Ltda	50.00	50.00	14,773	14,675	(11)	-
Mac Roma Empreendimentos Imobiliários Ltda	50.00	50.00	26,102	26,012	(5)	(1)
Mac Texas Empreendimentos Imobiliários Ltda	49.02	49.02	22,442	22,347	(1)	(2)
Mnr6 Empreendimentos Imobiliários S/A (iv)	35.00	35.00	31,498	34,261	(2,764)	881
Oaxaca Incorporadora Ltda	100.00	100.00	74,765	77,872	(5,926)	(7,529)
Plano Angelim Empreendimentos Imobiliários Ltda	50.00	50.00	27,046	23,480	(620)	(140)
Plano Cedro Empreendimentos Imobiliários Ltda	100.00	100.00	22,958	22,921	16	2,082
Plano Eucalipto Empreendimentos Imobiliários Ltda	100.00	100.00	11,433	12,016	(601)	131
Plano Flamboyant Empreendimentos Imobiliários Ltda	100.00	100.00	12,804	11,465	81	1,275
Plano Jacaranda Empreendimentos Imobiliários Ltda	100.00	100.00	16,636	19,880	(6,821)	3,231
Plano Limoeiro Empreendimentos Imobiliários Ltda	100.00	100.00	23,925	23,012	3,231	387
Plano Macieira Empreendimentos Imobiliários Ltda	100.00	100.00	35,040	35,218	(649)	37
Plano Mangueira Empreendimentos Imobiliários Ltda	100.00	100.00	31,582	28,316	650	(454)
Plano Palmeiras Empreendimentos Imobiliários Ltda	100.00	100.00	10,632	11,678	(2,237)	1,897
Plano Pitangueiras Empreendimentos Imobiliários Ltda	100.00	100.00	12,598	13,749	(2,353)	1,499
Rgc Urbanismo Ltda	50.00	50.00	14,061	14,898	-	-
SCP - Balneario Costa Do Sol	20.00	20.00	29,457	14,728	(278)	-
SCP Empreendimentos 2012	49.45	49.45	87,099	101,590	9,559	11,968
SCP Empreendimentos 2013	49.03	49.03	209,359	209,866	5,139	2,652
Seattle Empreendimentos Imobiliários Ltda	49.02	49.02	92,250	92,055	(1)	(1)
SK Antonio Macedo Empreendimentos Imobiliários SPE Ltda	50.00	50.00	15,155	19,953	897	1,329
SK Ipojuca Empreendimentos Imobiliários Ltda	50.00	50.00	13,944	13,930	(6)	(4)
SK Joaquim Ferreira Lobo Empreendimentos Imobiliários SPE Ltda	50.00	50.00	12,665	9,482	(61)	(10)
SK Jurucê Empreendimentos Imobiliários SPE Ltda	50.00	50.00	21,283	20,254	(246)	(76)
SK Mourato Coelho Empreendimentos Imobiliários SPE Ltda	50.00	50.00	13,659	13,403	(4)	(17)
SPE Brasil Incorporações 55 Ltda	50.00	50.00	11,080	15,275	216	(137)
Ssb Empreendimentos Imobiliários SPE S/A	84.25	84.25	10,545	11,016	(136)	(787)
Teresopolis Empreendimentos Imobiliários Ltda	80.00	80.00	12,205	12,443	7	171
Topazio Brasil Empreendimentos Imobiliários SPE Ltda	49.90	49.90	33,139	33,141	(2)	302
Torres Vedras Empreendimentos Imobiliários Ltda	80.00	80.00	25,413	26,568	(1,155)	2,531
Venancio Aires Empreendimentos Imobiliários SPE Ltda	50.00	50.00	13,243	12,807	436	3
Vmss Empreendimentos Imobiliários SPE S/A (i)	84.95	82.00	47,228	59,883	(12,278)	(458)
Others 263 SPEs with PL up to 10,000			295,770	357,963	1,022	35,834

(i) Change due to increase/(decrease) in ownership interest.

(ii) Refers to the establishment of the new company.

(iii) Refers to the corporate restructuring in which this company was previously indirect and is now direct.

(iv) Company controlled by Cury Construtora e Incorporadora S/A

c) The total balances of the equity accounts and P/L accounts of consolidated and jointly-controlled companies or associated companies, directly and indirectly, included in the consolidated interim information, as of March 31, 2017 and December 31, 2016, can be demonstrated as follows:

	Total Equity interest		03/2017				03/2016			
	-%									
	03/2017	2016	Assets	Liabilities	Equity	Profit (loss) for the period	Assets	Liabilities	Equity	Profit (loss) for the period
Abdo Empreendimentos Imobiliários Ltda	100,00	100,00	29.125	2.333	26.793	(124)	28.738	2.134	26.604	1
Ak 19 - Empreendimentos E Participações Ltda	26,00	26,00	129.555	84.061	45.494	296	124.950	83.165	41.785	2.388
Alabama Empreendimentos Imobiliários Ltda	49,02	49,02	37.155	9.720	27.435	(278)	34.988	10.275	24.713	485
Alphaville Nova Esplanada 3 Empreendimentos Ltda	25,00	25,00	53.171	6.265	46.906	(340)	54.562	7.174	47.388	-
Andorra Empreendimentos Imobiliários Ltda	80,00	80,00	129.070	50.559	78.511	16.063	110.239	45.691	64.548	4.097
Austria Incorporadora Ltda	50,00	50,00	31.658	4.783	26.875	(643)	31.679	4.698	26.981	-
Batel Empreendimentos Imobiliários Ltda	80,00	80,00	68.510	30.975	37.535	1.106	75.667	39.238	36.429	1.006
Cabo Frio Incorporadora Ltda	50,00	50,00	36.614	391	36.223	13	40.199	3.989	36.210	-
Campos Sales Empreendimentos Imobiliários Ltda	40,00	40,00	75.186	35.648	39.537	(549)	75.926	35.840	40.087	3.856
Canoa Quebrada Empreendimentos Imobiliários Ltda	100,00	100,00	28.403	1.144	27.259	(12)	27.597	327	27.270	(57)
Carapa Empreendimentos Imobiliários Ltda	60,00	60,00	120.330	81.354	38.975	3.910	99.790	64.724	35.065	4.172
CBR 008 Empreendimentos Imobiliários Ltda	100,00	100,00	198.924	128.933	69.991	1.356	200.336	136.400	63.935	794
CBR 011 Empreendimentos Imobiliários Ltda	32,50	32,50	179.199	59.548	119.651	341	187.023	47.714	139.309	(7.121)
CBR 024 Empreendimentos Imobiliários Ltda	50,00	50,00	259.805	102.457	157.348	(2.720)	225.860	70.792	155.068	(2.765)
CBR 030 Empreendimentos Imobiliários Ltda	50,00	50,00	234.078	123.774	110.303	-	231.080	120.776	110.304	-
CBR 031 Empreendimentos Imobiliários Ltda	100,00	100,00	126.487	16.314	110.173	(6.990)	134.407	17.244	117.163	(1.072)
CCISA 03 Incorporadora Ltda	25,00	25,00	103.818	20.131	83.687	3.155	91.574	11.042	80.532	1.683
CCISA 04 Incorporadora Ltda	49,95	49,95	53.740	22.333	31.407	823	54.798	24.214	30.584	1.345
CCISA 05 Incorporadora Ltda	25,00	25,00	75.109	14.424	60.685	450	81.791	21.556	60.235	510
Chillan Investimentos Imobiliários Ltda	25,00	25,00	29.817	1.589	28.228	(112)	30.106	1.766	28.340	2.899
Cipasa Santa Maria Empreendimentos Imobiliários S/A	50,00	50,00	25.173	1.277	23.897	(268)	25.458	443	25.014	765
Cury Construtora E Incomp S/A	50,00	50,00	622.318	380.595	241.723	12.684	630.653	401.614	229.039	3.184
Cyrela Aconchagua Empreendimentos Imobiliários Ltda	100,00	100,00	54.532	2.925	51.607	(365)	52.919	876	52.043	1.901
Cyrela Anis Empreendimentos Imobiliários Ltda	100,00	100,00	69.069	14.305	54.764	2.053	63.293	7.828	55.465	2.639
Cyrela Asteca Empreendimentos Imobiliários Ltda	100,00	100,00	43.053	4.479	38.574	(14)	38.891	302	38.588	(18)
Cyrela Brazil Realty Rjz Empreendimentos Imobiliária Ltda	100,00	100,00	116.904	40.579	76.326	7.773	79.989	13.539	66.450	(548)
Cyrela Ccp Canela Empreendimentos Imobiliários Ltda	50,00	50,00	32.213	6	32.206	(97)	32.287	9	32.278	(1)
Cyrela Cristal Empreendimentos Imobiliários Ltda	100,00	100,00	117.735	82.338	35.397	2.859	108.576	76.038	32.538	2.521
Cyrela Empreendimentos Imobiliários Comercial Importadora e Exportadora Ltda	100,00	100,00	36.455	1.604	34.851	(1.869)	36.795	1.475	35.320	1.600
Cyrela Europa Empreendimentos Imobiliários Ltda	100,00	100,00	140.333	84.643	55.690	(1.056)	141.268	82.660	58.608	(653)
Cyrela Grenwood de Investimento Imobiliária Ltda	95,75	95,75	34.611	978	33.634	39	36.803	4.214	32.590	(126)
Cyrela Imobiliária Ltda	100,00	100,00	64.262	12.534	51.727	2.464	63.666	14.103	49.563	(484)
Cyrela Índico Empreendimentos Imobiliários Ltda	72,00	72,00	48.167	1	48.166	4.249	47.678	-	47.678	1.571
Cyrela Indonesia Empreendimentos Imobiliários Ltda	100,00	100,00	92.012	28.301	63.711	716	103.663	56.072	47.590	8.230
Cyrela Magik Monaco Empreendimentos Imobiliários Ltda	80,00	80,00	99.391	50.737	48.655	2.094	90.110	43.549	46.561	1.905
Cyrela Malaysia Empreendimentos Imobiliários Ltda	100,00	100,00	28.882	1.555	27.328	4.513	29.420	7.370	22.050	(1.231)
Cyrela Montblanc Empreendimentos Imobiliários Ltda	100,00	100,00	226.464	70.477	155.987	(1.735)	223.139	68.754	154.385	(7.841)
Cyrela Monza Empreendimentos Imobiliários Ltda	100,00	100,00	266.583	57.822	208.761	5.983	261.391	58.613	202.778	1.057
Cyrela Nordeste Empreendimentos Imobiliários Ltda	100,00	100,00	103.308	2.225	101.083	(11.911)	115.584	2.590	112.994	(3.141)
Cyrela Pacifico Empreendimentos Imobiliários S/A	80,00	80,00	30.245	42	30.202	27	30.192	16	30.176	41
Cyrela Parana Empreendimentos Imobiliários Ltda	100,00	100,00	110.667	36.363	74.305	2.900	101.330	37.221	64.110	(1.699)
Cyrela Paris Empreendimentos Imobiliários Ltda	100,00	100,00	204.925	131.111	73.814	(457)	208.584	134.313	74.271	459
Cyrela Piracema Empreendimentos Imobiliários Ltda	100,00	100,00	27.709	1.468	26.241	(1)	31.893	6.382	25.510	-
Cyrela Polinesia Empreendimentos Imobiliários Ltda	100,00	100,00	111.774	40.967	70.807	1.495	128.162	51.967	76.195	5.632
Cyrela Portugal Empreendimentos Imobiliários Ltda	100,00	100,00	88.556	1.399	87.157	3.914	53.642	99	53.543	(551)
Cyrela Recife Empreendimentos Imobiliários Ltda	100,00	100,00	456.948	287.644	169.304	2.747	422.306	255.749	166.557	22.535
Cyrela Rjz Construtora e Empreendimentos Imobiliários Ltda	100,00	100,00	122.480	20.206	102.273	(6.671)	120.625	18.865	101.760	2.410
Cyrela Rjz Empreendimentos Imobiliários Ltda	97,45	97,45	55.064	(43.725)	98.789	1.120	57.205	(40.935)	98.140	1.691
Cyrela Rjz Jcgentio Empreendimentos Imobiliária Ltda	43,00	43,00	314.224	124.132	190.092	16.994	291.350	101.854	189.497	6.284
Cyrela Somers et de Investimentos Imobiliários Ltda	83,00	83,00	25.565	1.537	24.028	202	25.144	1.677	23.467	(2)
Cyrela Suecia Empreendimentos Imobiliários Ltda	100,00	100,00	276.472	188.078	88.394	(3.526)	282.677	174.758	107.919	(4.408)
Cyrela Sul 001 Empreendimentos Imobiliários SPE Ltda	92,50	92,50	133.316	44.157	89.159	19.965	105.511	36.317	69.194	7.238
Cyrela Sul 008 Empreendimentos Imobiliários SPE Ltda	90,00	90,00	24.869	30	24.839	(58)	24.643	182	24.461	(133)
Cyrela Sul 013 Empreendimentos Imobiliários Ltda	92,50	92,50	38.982	17.436	21.546	1.804	39.065	19.324	19.741	(6)
DGC Agua Verde Ltda	95,00	95,00	22.814	2.501	20.313	679	22.648	3.014	19.634	311
DGC João Gualberto Ltda	95,00	95,00	47.653	3.231	44.421	(6.748)	55.545	8.851	46.695	1.698
DGC Map Parana Empreendimentos Imobiliários Ltda	88,25	88,25	40.410	15.573	24.838	873	39.812	15.847	23.965	(116)
DGC Pinheirinho Empreendimentos Imobiliários Ltda	95,00	95,00	22.572	1.165	21.408	758	22.108	1.458	20.650	882
Dona Margarida II Empreendimentos Imobiliários Ltda	100,00	100,00	22.007	658	21.349	2.741	19.234	678	18.556	-
Dover Empreendimentos Imobiliários Ltda	49,02	49,02	25.439	2.901	22.537	2.835	35.386	3.584	31.802	1.858
Elbrus Empreendimento Imobiliária Ltda	59,41	59,41	30.985	3.043	27.942	4.306	34.707	6.471	28.236	960
Fazenda Sao Joao Empreendimentos Imobiliários SPE Ltda	85,00	85,00	23.401	-	23.401	-	23.402	2	23.401	-
Garibaldi Empreendimentos Imobiliários Ltda	100,00	100,00	50.360	28.739	21.621	2.837	50.158	20.376	29.783	2.181
Gcln Incorporações E Empreendimentos Ltda	80,00	80,00	52.588	10.407	42.181	(589)	56.235	13.465	42.770	(2.058)
Goldstein Cyrela Empreendimentos Imobiliários S/A	100,00	100,00	981.698	265.061	716.637	23.459	969.333	276.155	693.178	3.182
Iracema Incorporadora Ltda	50,00	50,00	56.525	70	56.455	(1)	56.198	-	56.198	(2)
Jacira Reis Empreendimentos Imobiliários Ltda	50,00	50,00	105.932	59.929	46.003	(1.174)	114.365	67.188	47.177	835
Jardim Leao Empreendimentos Imobiliários Ltda	100,00	100,00	25.298	2.376	22.923	(67)	26.007	1.925	24.082	211
Jardim Loureiro da Silva Empreendimentos Imobiliários Ltda	65,00	65,00	48.215	5.573	42.643	2.772	49.182	9.311	39.871	3.610
Lamballe Incorporadora Ltda	40,00	40,00	53.913	24.203	29.710	3.084	57.246	30.620	26.626	6.253
Lider Cyrela Df 01 Empreendimentos Imobiliários Ltda	100,00	100,00	35.536	2.153	33.383	(149)	36.409	2.877	33.532	(176)
Living Amparo Empreendimentos Imobiliários Ltda	100,00	100,00	137.113	95.473	41.640	(414)	136.971	94.918	42.054	1.801

	Total Equity interest		03/2017				03/2016				
	-%										
	03/2017	2016	Assets	Liabilities	Equity	Profit (loss) for the period	Assets	Liabilities	Equity	Profit (loss) for the period	
Living Apiai Empreendimentos Imobiliários Ltda	100,00	100,00	142.189	72.089	70.100	4.140	116.281	53.982	62.299	4.446	
Living Batatais Empreendimentos Imobiliários Ltda	100,00	100,00	124.510	91.961	32.549	944	104.068	72.463	31.605	607	
Living Carita Empreendimentos Imobiliários Ltda	100,00	100,00	30.322	(816)	31.137	(265)	29.262	17.938	11.324	(27)	
Living Cedro Empreendimentos Imobiliários Ltda	100,00	100,00	199.656	154.020	45.637	(9.687)	171.746	125.426	46.320	7.856	
Living Empreendimentos Imobiliários S/A	100,00	100,00	761.214	43.883	717.331	1.657	762.892	36.993	725.899	40.474	
Living Panama Empreendimentos Imobiliários Ltda	100,00	100,00	193.156	62.315	130.841	(8.042)	206.204	65.925	140.279	(1.281)	
Living Pitangui Empreendimentos Imobiliários Ltda	100,00	100,00	105.156	78.010	27.145	3.384	78.889	48.127	30.761	2.410	
Living Provance Empreendimentos Imobiliários Ltda	100,00	100,00	77.206	46.067	31.139	546	69.306	38.714	30.592	929	
Living Sul Empreendimentos Imobiliários Ltda	100,00	100,00	137.056	9.373	127.683	2.158	133.872	8.347	125.525	(4.305)	
Luanda Empreendimentos Imobiliários Ltda	100,00	100,00	142.105	40.324	101.781	1.523	121.948	17.595	104.352	353	
Lucio Brazil Real Estate S/A	50,00	50,00	36.360	5	36.355	(57)	35.954	5	35.949	(333)	
Mac Barcelona Empreendimentos Imobiliários Ltda	49,45	49,45	46.802	23.300	23.501	2.947	45.028	24.474	20.554	1.718	
Mac Empreendimentos Imobiliários Ltda	50,00	50,00	607.127	29.152	577.975	14.837	592.692	26.457	566.235	23.440	
Mac Milao Empreendimentos Imobiliários Ltda	49,45	49,45	44.358	10.049	34.310	1.928	43.463	12.681	30.782	343	
Mac Otacilio Empreendimentos Imobiliários Ltda	50,00	50,00	40.207	5.145	35.062	3.043	46.616	11.667	34.949	1.319	
Mac Roma Empreendimentos Imobiliários Ltda	50,00	50,00	26.104	2	26.102	(5)	26.031	18	26.012	(1)	
Mac Texas Empreendimentos Imobiliários Ltda	49,02	49,02	23.961	1.518	22.442	(1)	23.861	1.514	22.346	(2)	
Mac Venezuela Empreendimentos Imobiliária Ltda	74,51	74,51	56.234	395	55.839	(1)	54.055	10.056	44.000	(2)	
Marques de Iru SPE Empreendimentos Imobiliários Ltda	50,00	50,00	59.176	34.833	24.343	735	57.767	34.586	23.181	1.118	
Mmr6 Empreendimentos Imobiliários S/A	35,00	35,00	38.568	7.070	31.498	(2.764)	41.907	7.645	34.261	881	
Oaxaca Incorporadora Ltda	100,00	100,00	108.932	34.168	74.765	(5.926)	106.724	28.852	77.872	(7.529)	
Plano & Plano Construções e Participações Ltda	100,00	100,00	370.078	64.659	305.420	(5.011)	394.474	84.043	310.431	9.700	
Plano Amoreira Empreendimentos Imobiliários SPE Ltda	100,00	100,00	143.279	68.968	74.311	4.079	177.479	77.247	100.232	12.055	
Plano Angelim Empreendimentos Imobiliários Ltda	50,00	50,00	33.924	6.878	27.046	(620)	29.812	6.331	23.480	(140)	
Plano Cedro Empreendimentos Imobiliários Ltda	100,00	100,00	26.754	3.796	22.958	16	27.418	4.497	22.921	2.082	
Plano Limeiro Empreendimentos Imobiliários Ltda	100,00	100,00	49.983	26.058	23.925	3.231	42.505	19.493	23.012	387	
Plano Macieira Empreendimentos Imobiliários Ltda	100,00	100,00	35.282	242	35.040	(649)	35.666	447	35.218	37	
Plano Manguieira Empreendimentos Imobiliários Ltda	100,00	100,00	42.624	11.042	31.582	650	52.421	24.105	28.316	(454)	
Prologis Ccp 9	(i)	14,60	17,80	83.756	5.682	78.075	18	5.480	103	5.377	13
Ravenna Empreendimentos Imobiliários Ltda	100,00	100,00	104.636	59.769	44.867	2.101	86.397	40.191	46.206	473	
Rua dos Alpes Empreendimentos Imobiliários Ltda	100,00	100,00	38.776	1.177	37.599	219	39.726	1.291	38.435	(5)	
SCP - Balneario Costa Do Sol	20,00	20,00	36.063	6.606	29.457	(278)	18.031	3.303	14.728	-	
SCP Empreendimentos 2012	49,45	49,45	87.099	-	87.099	9.559	101.590	-	101.590	11.968	
SCP Empreendimentos 2013	49,03	49,03	209.359	-	209.359	5.139	209.866	-	209.866	2.652	
Seattle Empreendimentos Imobiliários Ltda	49,02	49,02	94.828	2.578	92.250	(1)	94.632	2.577	92.055	(1)	
SK Edson Empreendimentos Imobiliários SPE Ltda	65,00	65,00	28.248	5.443	22.805	7.119	26.886	4.375	22.511	7.537	
SK Jurucê Empreendimentos Imobiliários SPE Ltda	50,00	50,00	21.762	480	21.283	(246)	20.545	291	20.254	(76)	
SK Realty Empreendimentos Imobiliários S/A	50,00	50,00	156.581	6.259	150.322	9.430	154.873	5.855	149.019	10.326	
SPE Barbacena Empreendimentos Imobiliários Ltda	50,00	50,00	58.921	15.318	43.602	683	58.407	15.488	42.919	-	
SPE Brasil Incomp 28 Ltda	50,00	50,00	23.015	2.210	20.805	296	24.766	2.077	22.689	235	
SPE Brasil Incorporação 83 Ltda	50,00	50,00	59.953	25.946	34.007	162	53.625	26.445	27.180	511	
Tamoios Empreendimentos Imobiliários SPE Ltda	60,00	60,00	29.068	436	28.633	(94)	28.582	288	28.294	143	
Tapira Empreendimentos Imobiliários Ltda	24,75	24,75	164.446	777	163.669	(342)	163.409	898	162.511	393	
Tecnisa S/A	13,62	13,62	2.107.354	690.646	1.416.708	(63.433)	2.165.467	744.491	1.420.976	-	
Topazio Brasil Empreendimentos Imobiliários SPE Ltda	49,90	49,90	35.146	2.007	33.139	(2)	34.881	1.740	33.141	302	
Torres Vedras Empreendimentos Imobiliários Ltda	80,00	80,00	123.083	97.670	25.413	(1.155)	121.128	94.560	26.568	2.531	
Toulon Empreendimentos Imobiliários SPE Ltda	100,00	100,00	21.289	1	21.288	-	21.289	1	21.288	(1)	
Vinson Empreendimentos Imobiliários Ltda	74,51	74,51	152.537	41.610	110.927	(608)	154.450	42.855	111.595	(491)	
Vnss Empreendimentos Imobiliários SPE S/A	(i)	84,95	82,00	60.469	47.228	(12.278)	76.853	16.970	59.883	(458)	
Other 572 SPE's with PL up to 20,000			8.037.251	5.229.144	2.808.103	(25.772)	10.341.608	5.794.663	4.546.948	60.864	
			23.431.737	10.139.524	13.292.213	62.761	25.481.000	10.601.427	14.879.573	277.469	

(i) Change derived from increase/(decrease) in interest.

#### d) Foreign investments:

The equity accounts of the subsidiary Brazil Realty Serviços e Investimentos Ltd. (headquartered in the Bahamas), whose functional currency corresponds to the US dollar, were converted into Brazilian Reais using the exchange rate in force on March 31, 2017, which corresponded to R\$ 3.1684 (March 31, 2016: R\$3.5589 and December 31, 2016 - R\$3.2591).

The interim information of the jointly-controlled company Cyrsa S.A. (headquartered in Argentina), whose functional currency corresponds to the Argentine peso, were converted into Brazilian Real using the exchange rate in force on March 31, 2017 - R\$ 0.2060 (March 31, 2016: R\$ 0.2439 and December 31, 2016: R\$ 0.2056).

e) Breakdown of investments presented in consolidated:

	Equity Interests - %										Share of profit (loss) subsidiarie	
	03/2017		2016		Equity		Profit (loss) for the period		Investment			
	Total	Direct (i)	Total	Direct (i)	03/2017	2016	03/2017	03/2016	03/2017	2016	03/2017	03/2016
Ak 19 - Empreendimentos E Participações Ltda	26.00	26.00	26.00	26.00	45,494	41,785	296	-	11,828	10,864	77	-
Austria Incorporadora Ltda	50.00	50.00	50.00	50.00	26,875	26,981	(643)	-	13,437	13,491	(321)	-
Bello Villalinho Empreendimentos Imobiliários Ltda	50.00	50.00	50.00	50.00	13,801	13,783	17	-	6,900	6,892	9	-
Cabo Frio Incorporadora Ltda	50.00	50.00	50.00	50.00	36,223	36,210	13	-	18,112	18,105	7	-
Camargo Correa Cyrela Empr Im SPE Ltda	50.00	50.00	50.00	50.00	14,270	13,262	(7)	(1)	7,135	6,631	(4)	(1)
CBR 011 Empreendimentos Imobiliários Ltda	32.50	32.50	32.50	32.50	119,651	139,309	341	(7,121)	38,887	45,276	111	(2,314)
CHL Luxviii Incorporações Ltda	50.00	50.00	50.00	50.00	18,478	18,797	136	122	9,239	9,399	68	61
Cipasa Santa Maria Empreendimentos Imobiliários S/A	50.00	50.00	50.00	50.00	23,897	25,014	(268)	12	11,948	12,507	(134)	6
Costa Maggiore Empreendimentos Imobiliários Ltda	50.00	50.00	50.00	50.00	11,540	8,839	2,701	1,367	5,770	4,419	1,351	683
Cury Construtora E Incorp S/A	(ii) 50.00	50.00	50.00	50.00	241,723	229,039	12,684	3,184	120,862	114,519	6,342	1,592
Fazenda Sao Joao Empreendimentos Imobiliários SPE Ltda	85.00	85.00	85.00	85.00	23,401	23,401	-	-	19,890	19,890	-	-
Galeria Boulevard Negocios Imobiliários S/A	48.62	50.00	48.62	50.00	11,888	11,989	211	-	5,944	5,995	105	-
Imperio do Ocidente Incorporações Ltda	(ii) 75.00	50.00	75.00	50.00	14,926	15,222	(296)	2,583	7,463	7,611	(148)	1,292
Jacira Reis Empreendimentos Imobiliários Ltda	50.00	50.00	50.00	50.00	46,003	47,177	(1,174)	835	23,001	23,589	(387)	418
Lamballe Incorporadora Ltda	(ii) 70.00	40.00	70.00	40.00	29,710	26,626	3,084	6,253	11,884	10,650	1,234	2,501
Living Botucatu Empreendimentos Imobiliários Ltda	(ii) 75.00	50.00	75.00	50.00	14,577	13,638	939	2,862	7,289	6,819	470	1,431
Lucio Brazil Real Estate S/A	50.00	50.00	50.00	50.00	36,355	35,949	(57)	(333)	18,177	17,974	(29)	(166)
Mac Pionner-4 Emreed Imobiliários Ltda	(v) 50.00	99.99	50.00	99.99	14,773	14,675	(11)	-	14,772	14,674	(11)	-
Mac Roma Empreendimentos Imobiliários Ltda	(v) 50.00	100.00	50.00	100.00	26,102	26,012	(5)	(1)	26,102	26,012	(5)	-
Mac Texas Empreendimentos Imobiliários Ltda	(v) 49.02	100.00	49.02	100.00	22,442	22,346	(1)	(2)	22,442	22,346	(1)	-
Mac Veneza Empreendimentos Imobiliária Ltda	(v) 74.51	100.00	74.51	100.00	55,839	44,000	(1)	(2)	55,839	44,000	(1)	-
Marques de Itu SPE Empreendimentos Imobiliários Ltda	50.00	50.00	50.00	50.00	24,343	23,181	735	1,118	12,171	11,591	368	559
Moinho Velho Empreendimentos Imobiliários SPE Ltda	50.00	50.00	50.00	50.00	11,788	11,758	-	-	5,894	5,879	-	-
Plarcon Cyrela Empreendimentos Imobiliários SPE Ltda	50.00	50.00	50.00	50.00	10,116	15,007	(4,892)	644	5,058	7,504	(2,446)	322
Prologis Ccp 9	(iii) 14.60	14.60	17.80	17.80	78,075	5,377	18	13	11,399	957	3	2
Queiroz Galvao Mac Cyrela Veneza Empreendimentos Imobiliários S/A	30.00	45.00	30.00	45.00	19,656	18,610	1,047	802	8,845	8,374	471	361
Rgc Urbanismo Ltda	50.00	50.00	50.00	50.00	14,061	14,898	-	-	7,030	7,449	-	-
SCP - Balneario Costa Do Sol	20.00	20.00	20.00	20.00	29,457	14,728	(278)	-	5,891	2,946	(56)	-
SCP Veredas Bunitis Fase II	60.00	6.00	60.00	6.00	18,498	17,635	48	409	1,110	1,058	3	25
Seattle Empreendimentos Imobiliários Ltda	(v) 49.02	100.00	49.02	100.00	92,250	92,055	(1)	(1)	92,250	92,055	(1)	-
SPE Barbacena Empreendimentos Imobiliários Ltda	50.00	50.00	50.00	50.00	43,602	42,919	683	-	21,801	21,460	342	-
SPE Brasil Incorp 28 Ltda	50.00	50.00	50.00	50.00	20,805	22,689	296	235	10,403	11,345	148	118
SPE Brasil Incorporação 83 Ltda	50.00	50.00	50.00	50.00	34,007	27,180	162	511	17,003	13,590	81	256
SPE Brasil Incorporações 55 Ltda	50.00	50.00	50.00	50.00	11,080	15,275	216	(137)	5,540	7,637	108	(68)
SPE CHL Cv Incorporacoes Ltda	50.00	50.00	50.00	50.00	13,954	18,088	(1,618)	(2,374)	6,977	9,044	(809)	(1,187)
SPE Faicalville Incorp 1 Ltda	50.00	50.00	50.00	50.00	17,205	23,673	(158)	(312)	8,603	11,836	(79)	(156)
Tamoios Empreendimentos Imobiliarios SPE Ltda	60.00	60.00	60.00	60.00	28,653	28,294	(94)	143	17,180	16,977	(56)	86
Tapira Empreendimentos Imobiliários Ltda	24.75	24.75	24.75	24.75	163,669	162,511	(342)	393	40,508	40,221	(85)	130
Tecnisa S/A	(vi) 13.62	13.62	13.62	13.62	1,416,708	1,420,976	(63,433)	-	78,083	79,484	(1,401)	-
Teresopolis Empreendimentos Imobitliários Ltda	80.00	80.00	80.00	80.00	12,205	12,443	7	171	9,764	9,954	6	137
Other 71 SPE 's with PL up to 10,000					1,311,481	1,353,133	(4,792)	1,491	85,489	102,320	(3,376)	737
	<b>4,219,561</b>		<b>4,174,484</b>		<b>(54,437)</b>	<b>12,864</b>	<b>907,920</b>	<b>903,344</b>	<b>1,754</b>	<b>6,825</b>		

- (i) Corresponds to the stake of the parent company and its subsidiaries that compose the consolidated investments.
- (ii) Company controlled by Cury Construtora e Incorporadora S/A.
- (iii) Change derived from increase/(decrease) in interest.
- (iv) Refers to the establishment of the new company.
- (v) Refer to “special-purpose companies” in partnership with Mac Empreendimentos Imobiliários Ltda., which, due to the expiration of the agreement that provided for control by the Company, were classified as investments in consolidated on March 31, 2016.
- (vi) Considering the characteristics of significant influence over the investee (CPC 18 (R2) - Investment in Associated Companies, Subsidiary, and Joint Ventures), the Company classified the investment as equity interest in a related company, and the equity accounting result was recognized net of amortization of the adjustment to fair value. The Company allocated the fair value in line with CPC 15 - Business Combination as of December 31, 2016, which may be revaluated within one year from the beginning of the operation.

## 8. PROPERTY, PLANT AND EQUIPMENT

Changes are shown below:

Cost:	Individual							Total
	Machinery and Equipments	Furniture and Fixtures	Computers	Facilities	Company Cars	Leasehold improvements (i)	Sales stand (ii)	
Balance as at Dec 31, 2015	1,406	5,915	11,097	374	92	16,761	-	35,645
Additions	6	2	-	-	-	1	9	-
Balance as at March 31, 2016	1,412	5,917	11,097	374	92	16,762	-	35,654
Balance as at Dec 31, 2016	1,498	5,917	11,104	374	92	24,220	-	43,205
Additions	-	-	-	-	-	60	-	60
Balance as at March 03, 2017	1,498	5,917	11,104	374	92	24,280	-	43,265

Depreciation:	Individual							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 as at Dec 31, 2015	(893)	(3,716)	(9,312)	(209)	(92)	(15,308)	-	(29,530)
Depreciation	(31)	(147)	(245)	(10)	(0)	(287)	-	(720)
Balance as at March 31, 2016	(924)	(3,863)	(9,557)	(219)	(92)	(15,595)	-	(30,250)
Balance as at Dec 31, 2016	(1,020)	(4,307)	(10,151)	(247)	(92)	(16,816)	-	(32,633)
Depreciation	(34)	(148)	(150)	(9)	-	(241)	-	(582)
Balance as at March 03, 2017	(1,054)	(4,455)	(10,301)	(256)	(92)	(17,057)	-	(33,215)
Residual balance as at Dec 31, 2015	513	2,199	1,785	165	-	1,453	-	6,115
Residual balance as at Mar 31, 2016	488	2,054	1,540	155	-	1,167	-	5,403
Residual balance as at Dec 31, 2016	478	1,610	953	127	-	7,404	-	10,572
Residual balance as at Mar 31, 2016	444	1,462	803	118	-	7,223	-	10,050

Cost:	Consolidated							Total
	Machinery and Equipments	Furniture and Fixtures	Computers	Facilities	Company Cars	Leasehold improvements (i)	Sales stand (ii)	
Balance as at Dec 31, 2015	8,664	14,234	17,747	1,083	243	25,802	547,238	615,011
Additions	-	-	117	1	-	521	1,421	2,060
Write-offs	(2,855)	(290)	-	-	(81)	-	-	(3,226)
Balance as at March 31, 2016	5,809	13,944	17,864	1,084	162	26,323	548,659	613,845
Balance as at Dec 31, 2016	5,761	13,976	17,890	1,083	162	37,277	566,199	642,348
Additions	12	136	94	-	-	1,668	2,440	4,350
Balance as at March 03, 2017	5,773	14,112	17,984	1,083	162	38,945	568,639	646,698

Depreciation:	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 as at Dec 31, 2015	(5,849)	(8,178)	(14,909)	(628)	(218)	(21,443)	(424,115)	(475,340)
Depreciation	2,241	(47)	9	(27)	78	(913)	(25,182)	(23,841)
Balance as at March 31, 2016	(3,608)	(8,225)	(14,900)	(655)	(140)	(22,356)	(449,297)	(499,181)
Balance as at Dec 31, 2016	(3,958)	(9,263)	(15,949)	(738)	(151)	(24,095)	(502,504)	(556,658)
Depreciation	(124)	(348)	(278)	(27)	(3)	(965)	(15,999)	(17,744)
Balance as at March 03, 2017	(4,082)	(9,611)	(16,227)	(765)	(154)	(25,060)	(518,503)	(574,402)
Residual balance as at Dec 31, 2015	2,815	6,056	2,837	455	25	4,359	123,123	139,670
Residual balance as at Mar 31, 2016	2,201	5,719	2,964	429	22	3,967	99,362	114,664
Residual balance as at Dec 31, 2016	1,803	4,713	1,941	345	11	13,182	63,695	85,690
Residual balance as at Mar 31, 2016	1,691	4,501	1,757	318	8	13,885	50,136	72,296

- (i) The expenses are appropriated to P/L according to the term of lease of the properties, ranging from three to five years.
- (ii) The depreciation is made according to the useful life of the assets, with average term of 24 months used during the year of sale of the joint ventures and recorded in the result under the caption "Sales Expenses".

## 9. INTANGIBLE ASSETS

Changes are shown below:

Cost:	Individual					Total
	Trademarks and patents	Implementat ion costs	Software license	Subtotal	Goodwill	
Balance as at Dec 31, 2015	37	72,620	25,032	97,689	138,217	235,906
Additions	-	955	-	955	80	1,035
Balance as at Mar 31, 2016	37	73,575	25,032	98,644	138,297	236,941
Balance as at Dec 31, 2016	37	72,763	25,214	98,014	139,624	237,638
Additions	-	27	-	27	-	27
Balance as at Mar 31, 2017	37	72,790	25,214	98,041	139,624	237,665

Amortization:	Individual					Total
	Trademarks and patents	14% p.a. - Implementat ion costs	20% p.a. - Software license	Subtotal	Goodwill	
Balance as at Dec 31, 2015	-	(27,533)	(14,345)	(41,878)	(101,491)	(143,369)
Amortization	-	(1,749)	(763)	(2,512)	(403)	(2,915)
Balance as at Mar 31, 2016	-	(29,282)	(15,108)	(44,390)	(101,894)	(146,284)
Balance as at Dec 31, 2016	-	(35,805)	(17,352)	(53,157)	(107,054)	(160,211)
Amortization	-	(2,216)	(686)	(2,902)	(40)	(2,942)
Balance as at Mar 31, 2017	-	(38,021)	(18,038)	(56,059)	(107,094)	(163,153)

Residual balance as at Dec 31, 2015	37	45,087	10,687	55,811	36,726	92,537
Residual balance as at Mar 31, 2016	37	44,293	9,924	54,254	36,403	90,657
Residual balance as at Dec 31, 2016	37	36,958	7,862	44,857	32,570	77,427
Residual balance as at Mar 31, 2017	37	34,769	7,176	41,982	32,530	74,512



Cost:	Consolidated					
	Trademarks and patents	Implementat ion costs	Software license	Subtotal	Goodwill	Total
Balance as at Dec 31, 2015	72	88,744	44,035	132,851	127,165	260,016
Additions	0	1,607	32	1,639	-	1,639
Write-offs	-	-	-	-	(2,079)	(2,079)
Balance as at Mar 31, 2016	72	90,351	44,067	134,490	125,086	259,576
Balance as at Dec 31, 2016	72	89,621	43,079	132,772	130,866	263,638
Additions	-	27	369	396	-	396
Write-offs	(8)	-	-	(8)	-	(8)
Balance as at Mar 31, 2017	64	89,648	43,448	133,160	130,866	264,026

Amortization:	Consolidated					
	Trademarks and patents	14% p.a. - Implementat ion costs	20% p.a. - Software license	Sub-total	Goodwill	Total
Balance as at Dec 31, 2015	-	(38,224)	(27,711)	(65,935)	(108,991)	(174,926)
Amortization	-	(2,696)	(1,211)	(3,907)	(2,099)	(6,006)
Balance as at Mar 31, 2016	-	(40,920)	(28,922)	(69,842)	(111,090)	(180,932)
Balance as at Dec 31, 2016	-	(48,349)	(31,429)	(79,778)	(117,797)	(197,575)
Amortization	-	(2,516)	(1,042)	(3,558)	(40)	(3,598)
Balance as at Mar 31, 2017	-	(50,865)	(32,471)	(83,336)	(117,837)	(201,173)
Residual balance as at Dec 31, 2015	72	50,520	16,324	66,916	18,174	85,090
Residual balance as at Mar 31, 2016	72	49,431	15,145	64,648	13,996	78,644
Residual balance as at Dec 31, 2016	72	41,272	11,650	52,994	13,069	66,063
Residual balance as at Mar 31, 2017	64	38,783	10,977	49,824	13,029	62,853

Asset gains balances have a defined useful life according to the construction of the joint ventures, and are allocated to the headings of “Real Estate to be Sold” in the consolidated financial statements, and at the parent company, are in the Intangible Assets group.

For other intangibles, Management periodically reviews the useful life of the Company’s intangible assets.

The analytical movement of asset gains balances with defined useful lives is shown below:

	Individual						
Goodwill in the Company	Balance at 12.31.2015	Goodwill	Amortization	Balance at 12.31.2016	Goodwill	Amortization	Balance at 03.31.2017
Belgica Empreendimento Imobiliário Ltda.	52	80	(132)	-	-	-	-
Office Shopping 2 Empreendimentos Ltda.	68	-	(68)	-	-	-	-
Rouxinol Salvador Alende Empr Imob Ltda.	1	-	(1)	-	-	-	-
Licy Empreendimentos Imobiliarios S.A.	-	-	-	-	-	-	-
Cyrela Malasia Empreendimentos imobiliários Ltda.	13,811	-	-	13,811	-	-	13,811
Mac Empreendimentos Imobiliários Ltda	10,000	-	-	10,000	-	-	10,000
LC Empreend Imob Spe Ltda.	-	-	-	-	-	-	-
Global Park Residencial Empreendimentos Imobiliários Lt	10	-	(10)	-	-	-	-
Mac Cyrela Mafra Empreendimentos Imobiliários Ltda	2	-	(2)	-	-	-	-
Calafete Investimento Imobiliário Ltda	1	-	(1)	-	-	-	-
Maiastra 1 Empreendimentos Imobiliários Ltda.	32	-	(32)	-	-	-	-
Maiastra 2 Empreendimentos Imobiliários Ltda.	17	-	(17)	-	-	-	-
Saracura - Investimento Imobiliário Ltda	1	-	(1)	-	-	-	-
CCP S.A. Empreend e Particip	-	-	-	-	-	-	-
Lombok Incorporadora Ltda	6	-	(6)	-	-	-	-
Oaxaca Empreendimentos Imobiliários Ltda.	368	-	(327)	41	-	(10)	31
Lider Cyrela DF 01 Empreend. Imob. Ltda.	-	-	-	-	-	-	-
Spe Mg 02 Empreendimentos Imobiliários Ltda	4,410	-	-	4,410	-	-	4,410
Spe Mg 01 Empreendimentos Imobiliários Ltda	4,658	-	(4,658)	-	-	-	-
Spe Mg 03 Empreendimentos Imobiliários Ltda	3,289	-	-	3,289	-	-	3,289
Spe Barbacena Emp Imob S.A	-	1,327	(308)	1,019	-	(30)	989
Total	36,726	1,407	(5,563)	32,570	-	(40)	32,530

	Consolidated					
Goodwill in the Company	Balance at 12.31.2015	Goodwill	Amortization	Balance at 12.31.2016	Amortization	Balance at 03.31.2017
Belgica Empreendimento Imobiliário Ltda.	52	80	(132)	-	-	-
Office Shopping 2 Empreendimentos Ltda.	68	-	(68)	-	-	-
Rouxinol Salvador Alende Empr Imob Ltda.	1	-	(1)	-	-	-
Licy Empreendimentos Imobiliarios S.A.	-	-	-	-	-	-
Mac Empreendimentos Imobiliários Ltda	10,000	-	-	10,000	-	10,000
LC Empreend Imob Spe Ltda.	-	-	-	-	-	-
Global Park Residencial Empreendimentos Imobiliários Ltda.	10	-	(10)	-	-	-
Mac Cyrela Mafra Empreendimentos Imobiliários Ltda	2	-	(2)	-	-	-
Calafete Investimento Imobiliário Ltda	1	-	(1)	-	-	-
Maiastra 1 Empreendimentos Imobiliários Ltda.	32	-	(32)	-	-	-
Maiastra 2 Empreendimentos Imobiliários Ltda.	17	-	(17)	-	-	-
Saracura - Investimento Imobiliário Ltda	1	-	(1)	-	-	-
CCP S.A. Empreend e Particip	-	-	-	-	-	-
Lombok Incorporadora Ltda	6	-	(6)	-	-	-
Oaxaca Empreendimentos Imobiliários Ltda.	368	-	(327)	41	-	41
Lider Cyrela DF 01 Empreend. Imob. Ltda.	-	-	-	-	-	-
Spe Mg 02 Empreendimentos Imobiliários Ltda	-	-	-	-	-	-
Spe Mg 01 Empreendimentos Imobiliários Ltda	-	4,658	(4,658)	-	-	-
Spe Mg 03 Empreendimentos Imobiliários Ltda	-	-	-	-	-	-
Spe Barbacena Emp Imob S.A	-	1,326	(308)	1,018	(40)	978
Subtotal	10,558	6,064	(5,563)	11,059	(40)	11,019

Goodwill in Investees						
Plano & Plano Construções E Participações Ltda	3,138	(2,365)	(773)	-	-	-
Living Empreendimentos Imobiliários Ltda	1	-	(1)	-	-	-
Living Sul Empreendimentos Imobiliários Ltda.	1,229	2	(56)	1,175	-	1,176
Cyrela Indonesia Empreendimentos Imobiliários Ltda.	3,248	-	(2,413)	835	-	835
Subtotal	7,616	(2,363)	(3,243)	2,010	-	2,011

Total	18,174	3,701	(8,806)	13,069	(40)	13,030
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## 10. LOANS AND FINANCING

	Individual		Consolidated	
	03/2017	2016	03/2017	2016
Loans – local currency	607,021	605,697	772,492	773,974
Financing – local currency	-	-	2,128,343	2,076,296
Interest payable – Financing	-	-	10,816	10,799
Interest payable – local currency	12,554	11,707	17,142	14,209
Interest payable (receivable) - Swap	32	(205)	32	(205)
Transaction costs – local currency	(3,779)	(4,252)	(3,779)	(4,252)
	<b>615,828</b>	<b>612,947</b>	<b>2,925,046</b>	<b>2,870,821</b>
<b>Current</b>	<b>10,644</b>	<b>9,563</b>	<b>911,050</b>	<b>877,307</b>
<b>Noncurrent</b>	<b>605,184</b>	<b>603,384</b>	<b>2,013,996</b>	<b>1,993,514</b>

Loans and financing in domestic currency are represented by:

On March 31, 2017, short- and long-term credit lines totaled R\$ 772,492, of which R\$ 100,409 with charges according to the Reference Rate (“TR”) plus 8.75% pa, R\$ 150,000 with charges of 112% of the CDI rate, R\$ 207,862 with charges according to the “TR” plus 9.72% pa, R\$ 148,749 with charges according to the “TR” plus 10.59% pa, R\$ 612 with charges of 3.5% pa, R\$ 256 with charges of 6% pa, R\$ 65,000 with charges of 100% of the CDI rate plus 0.7030% pa, R\$ 99,154 with charges according to the Long-Term Interest Rate (“TJLP”) plus 3.78% pa, R\$ 450 with charges of 9.5% (On December 31, 2016, short and long-term credit lines totaled R\$ 773,974, of which R\$ 100,407 with charges according to the Referential Rate (“TR”) plus 8.75% pa, R\$ 150,000 with charges of 112% of the CDI rate, R\$ 207,091 with charges according to the “TR” plus 9.72% pa, R\$ 148,199 with charges according to the “TR” plus 10.59% pa, R\$ 699 with charges of 3.5% pa, R\$ 278 with charges of 6% pa, R\$ 65,000 with charges of 100% of CDI rate plus 0.7030% pa, R\$ 99,798 with charges according to the Long-Term Interest Rate (“TJLP”) plus 3.78% pa, R\$ 481 with charges of 9.5% pa, R\$ 2,021 with charges of 113.5% of the CDI rate). As collateral for some of the aforementioned loans, the controlling shareholder offered sureties, guarantees of real estate receivables, and bank guarantee. For credit lines in the amount of R\$ 150,000 and R\$ 100,409, there are restrictive clauses determining maximum levels of indebtedness and leverage, as well as minimum levels of coverage of installments falling due, which will be addressed subsequently;

On March 31, 2016, financing of R\$ 2,128,343 (R\$ 2,076,296 on December 31, 2016) corresponds to real estate loan agreements, subject to interest rates between 8.30% and 10.75% per year, plus the TR. They have early maturity clauses in case of non-compliance with the commitments assumed therein, such as the investment of the resources in the object of the agreement, registration of the mortgage of the joint venture, compliance with the construction timetables, and others. The financing guarantees are comprised of collateral of receivables, representing 120% to 130% of the loan amounts, mortgage of the land and future units, as well as the Company’s surety.

Interest on loans from real estate loan agreements, eligible for capitalization to inventories, totaled R\$ 49,424 in the period ended March 31, 2017 (R\$ 56,080 on March 31, 2016).

The amounts of non-current liabilities are broken down by year of maturity as shown below:

Ano	Individual		Consolidated	
	03/2017	2016	03/2017	2016
3 months 2018	-	-	-	219,572
9 months 2018	248,645	248,468	917,929	826,192
2019	356,539	354,916	636,841	579,940
2020	-	-	263,050	222,517
2021	-	-	131,049	80,917
2022	-	-	11,024	10,463
2023	-	-	11,649	11,608
2024 at 2027	-	-	42,454	42,305
<b>Total</b>	<b>605,184</b>	<b>603,384</b>	<b>2,013,996</b>	<b>1,993,514</b>

Changes in the balances are as follows:

	Individual		Consolidated	
	03/2017	2016	03/2017	2016
<b>Opening balance</b>	<b>612,947</b>	<b>704,308</b>	<b>2,870,821</b>	<b>3,229,750</b>
Additions	-	145,439	345,858	1,453,042
Principal repayment	(357)	(244,315)	(275,724)	(1,857,684)
Interest paid	(14,379)	(69,367)	(59,851)	(310,772)
Interest and charges	17,617	76,882	43,942	356,485
<b>Closing balance</b>	<b>615,828</b>	<b>612,947</b>	<b>2,925,046</b>	<b>2,870,821</b>

## Covenants

Some loan agreements mentioned above have covenants that determine maximum levels of indebtedness and leverage, as well as minimum levels of coverage of installments falling due, which must be met on a quarterly basis. Below, we demonstrate the required indices:

	Contractually required ratio
Net debt (plus properties payable less SFH debt) / Equity	Equal or lower than 0.7
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

All contractual clauses were addressed as of March 31, 2017.

## 11. DEBENTURES (PARENT COMPANY AND CONSOLIDATED)

a) The summary of the characteristics and the balances of the debentures shown below:

### *Characteristics*

	<b>CYRE 12</b>	<b>CYRE 22</b>
Series issued	Second	Second
Type of issuance	Simple	Simple
Nature of issuance	Public	Public
Issuance date	01/05/2008	01/05/2008
Maturity date	01/05/2008	01/05/2008
Type of debenture	Unsecured	Unsecured
Yield	100% DI + 0.65% p.a.	100% DI + 0.65% p.a.
Par Value (unit)	10	10
Securities issued (unit)	24,975	24,975
Securities outstanding (unit)	10	4,253
Type of interest payment (unit)	(24,965)	(20,722)
Type of interest payment	Semiannual	Semiannual
Amortization installments	1	1

	<b>CYRE 12</b>	<b>CYRE 22</b>	<b>03/2017</b>	<b>2016</b>
Debentures Payable	100	42,530	42,630	42,630
Interest on Debentures payable	3	1,268	1,271	3,010
	<b>103</b>	<b>43,798</b>	<b>43,901</b>	<b>45,640</b>
<b>Current</b>	<b>103</b>	<b>43,798</b>	<b>43,901</b>	<b>3,010</b>
<b>Noncurrent</b>	-	-	-	<b>42,630</b>

The debentures may be redeemed in advance, at the sole discretion of the Company. The Company may also acquire debentures circulating on the market, subject to current legislation.

Interest on debentures, eligible for capitalization to inventories, totaled R\$ 148 for the year ended March 31, 2017 (R\$ 649 on March 31, 2016).

Among the debentures issued by the Company with a balance as of March 31, 2017, only CYRE 12 and CYRE 22 have a renegotiation clause, occurring in 2010 and 2011, thus are no longer subject to renegotiation.

The balances of non-current liabilities are broken down as follow:

<b>Year</b>	<b>03/2017</b>	<b>2016</b>
24 months	-	42,630
<b>Total</b>	<b>-</b>	<b>42,630</b>

Changes in the “Debentures” balance are shown below:

	<b>Individual</b>	<b>Consolidated</b>
	<b>03/2017</b>	<b>2016</b>
<b>Opening balance</b>	<b>45,640</b>	<b>148,646</b>
Principal repayment	-	(100,000)
Interest payment	(3,079)	(22,305)
Interest and charges	1,340	19,299
<b>Closing balance</b>	<b>43,901</b>	<b>45,640</b>

b) Covenants

Private instruments for issuance of debentures have covenants, determining maximum levels of indebtedness and leverage, as well as minimum levels of coverage of installments falling due, which must be met on a quarterly basis. Below, we show the required indices:

	<b>Contractually required ratio</b>
Net debt (plus properties payable less SFH debt) / Equity	Equal or lower than 0.7
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

All contractual clauses were addressed as of March 31, 2017.

12. CERTIFICATES OF REAL ESTATE RECEIVABLE - CRI (PARENT COMPANY AND CONSOLIDATED)

On June 14, 2011, the subsidiary Brazil Realty Companhia Securitizadora de Créditos Imobiliários (“Securitizadora”) carried out its 1st series of the 1st issue of CRI operations, approved at a meeting of the Board of Directors held on February 23, 2011. On May 21, 2012, Securitizadora carried out the 2nd issue of CRI operations, approved at a meeting of the Board of Directors held on May 17, 2012. On September 30, 2016, Securitizadora carried out the 5th issue of CRI, approved at a meeting of the Board of Directors held on September 30, 2016. As of December 6, 2016, the Securitization Company carried out the 6th issuance of CRI approved in Board of Directors’ Meeting held on December 06, 2016. As of December 21, 2016, the

Securitization Company carried out the 7th issuance of CRI approved in Board of Directors' Meeting held on December 21, 2016.

The placement of the CRIs on the market of the 1st series of the 1st issue occurred through the public offering of 900 registered and book-entry CRIs with a unit value of R\$ 300, totaling R\$ 270,000; the second issue with a unit value of R\$ 334, totaling R\$ 300,000; the 5th issue with a unit value of R\$ 1, totaling R\$ 150,000; the 6th issue with a unit value of R\$ 1, totaling R\$ 200,000, and the 7th issue with a unit value of R\$ 1, totaling R\$ 30,000. As defined in the Terms of Securitization of Real Estate Credit, the CRIs of the 1st and 2nd issues are guaranteed by the fiduciary assignment of:

Credit rights arising from the sale of real estate development units owned by the fiduciary assignor (investees of the Parent Company) and of the Company, rights and amounts deposited by the purchasers of the real estate units, by the fiduciary assignor or by the Parent Company, in bank accounts specifically designated for the receipt of such amounts, pursuant to the agreement on fiduciary assignment.

The CRIs of the 1st and 2nd issues are leveraged by real estate credits arising from CCBs issued by the Company, the CRIs of the 5th and 6th issues are leveraged by real estate credits arising from Debentures issued by the Company, and the CRIs of the 7th issue are leveraged by real estate credits arising from a CCB issued by Plano & Plano Desenvolvimento Imobiliário Ltda., represented by a Real Estate Credit Note ("CCI"), which were acquired by Securitizadora pursuant to Law 10.931/04 ("Real Estate Credits") and an assignment contract. Securitizadora established the "Fiduciary Regime" on Real Estate Credits, in accordance with the Term of Securitization, pursuant to article 9 of Law 9.514/97, with the appointment of Pentágono S.A. Distributor of Securities as a fiduciary agent. The Real Estate Credits and the Guarantee subject to the Fiduciary Regime will be detached from the shareholder's equity of the subsidiary and will become separate assets, specifically for the payment of CRIs and other obligations related to the Fiduciary Regime, pursuant to article 11 of Law 9.514 / 97. The CRIs were admitted to negotiation in the CETIP 21 System of CETIP S.A. - Organized Counter of Assets and Derivatives and, in the Bovespafix System of BM&FBOVESPA S.A. - Securities, Commodities and Futures Exchange, respectively.

The funds obtained through the subscription of CRIs were used exclusively by Securitizadora to pay the amount of the assignment of the CCIs, and the final destination of the funds raised is the financing – whether direct or through the parent company's equity interest in specific-purpose companies – of expenses on current or future works related to residential joint ventures. The risks and benefits of the Real Estate Credits remain with the economic group; thus, the consolidated balance in liabilities, reported in the financial statements, can be demonstrated as follows:

Issue	Individual					
	03/2017			2016		
	Balance	Interest payable	Total	Balance	Interest payable	Total
1ª serie of the 1ª issue - code 12E0019753	43,200	2,075	<b>45,275</b>	43,200	527	<b>43,727</b>
1ª serie da 2ª issue - code 11F0013690	150,000	7,799	<b>157,799</b>	150,000	2,358	<b>152,358</b>
1º series of the 5º issue - code 16I0999367	150,000	7,994	<b>157,994</b>	80,089	1,992	<b>82,081</b>
less: CRI issuance costs	(1,584)	-	<b>(1,584)</b>	(926)	-	<b>(926)</b>
1º and 2º serie of the 6º issue - code 16L0074259 and 16L0074261	200,000	7,079	<b>207,079</b>	200,000	697	<b>200,697</b>
	<b>541,616</b>	<b>24,947</b>	<b>566,563</b>	<b>472,363</b>	<b>5,574</b>	<b>477,937</b>
<b>Current</b>	249,058	24,947	<b>274,005</b>	249,520	5,574	<b>255,094</b>
<b>Noncurrent</b>	292,558	-	<b>292,558</b>	222,843	-	<b>222,843</b>

Issue	Consolidated					
	03/2017			2016		
	Balance	Interest payable	Total	Balance	Interest payable	Total
1ª serie of the 1ª issue - code 12E0019753	43,200	2,075	<b>45,275</b>	43,200	527	<b>43,727</b>
less: CRI issuance costs	(484)	-	<b>(484)</b>	(504)	-	<b>(504)</b>
1ª serie da 2ª issue - code 11F0013690	150,000	7,799	<b>157,799</b>	150,000	2,358	<b>152,358</b>
less: CRI issuance costs	(112)	-	<b>(112)</b>	(306)	-	<b>(306)</b>
1º series of the 5º issue - code 16I0999367	150,000	7,994	<b>157,994</b>	80,089	1,992	<b>82,081</b>
less: CRI issuance costs	(1,585)	-	<b>(1,585)</b>	(926)	-	<b>(926)</b>
1º and 2º serie of the 6º issue - code 16L0074259 and 16L0074261	200,000	7,079	<b>207,079</b>	200,000	697	<b>200,697</b>
1º serie of the 7º issue - code 16L0195217	30,000	1,052	<b>31,052</b>	30,000	77	<b>30,077</b>
	<b>571,019</b>	<b>25,999</b>	<b>597,018</b>	<b>501,553</b>	<b>5,651</b>	<b>507,204</b>
<b>Current</b>	248,867	25,999	<b>274,866</b>	249,135	5,651	<b>254,786</b>
<b>Noncurrent</b>	322,152	-	<b>322,152</b>	252,418	-	<b>252,418</b>



The balances of non-current liabilities are broken down as follow:

Year	Individual		Consolidated	
	03/2017	2016	03/2017	2016
9 months 2018	249,358	179,643	279,358	209,643
2023 at 2027	43,200	43,200	42,794	42,775
<b>Total</b>	<b>292,558</b>	<b>222,843</b>	<b>322,152</b>	<b>252,418</b>

The balance presented in the parent company does not include expenses on issuance, since such expenses are the responsibility of “Securitizadora”, with the exception of expenses with the issuance of the 5th CRI issue.

The main characteristics of the 1st series, considering the 1st, 2nd, 5th, 6th and 7th issuances, are:

Features	1st series of the 1st issue (i)	1st series of the 2nd issue (ii)	1st series of the 5th issue - code (iii)
Issue date	06/14/2011	05/21/2012	09/30/2016
Amortization 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.	December 5, 2018
Unit par value on issuance	300	334	1
Number of certificates issued	900	900	150
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.	Interest at 98% of the DI rate 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%.	The non-compliance with the covenants below, calculated on a quarterly basis by the Debtor based on the audited consolidated financial statements for the quarters ended March, June, September and December of each year, and verified by Securitizadora within up to five days after the receipt of the calculation submitted by the Debtor: a. the ratio between: (A) the sum of Net Debt and Properties for Sale; and (B) Equity must be always equivalent to or lower than 0.80; b. the ratio between: (A) the sum of Total Receivables and Properties for Sale; and (B) the sum of Net Debt, Properties Payable and Unaccrued Costs and Expenses must be equivalent to or higher than 1.5 or lower than 0; and c. the ratio between: (A) EBIT and (B) Net Finance Costs must be equivalent to or higher than 1.5 or lower than 0, provided that in any event the EBIT must be always positive.

Features	1st and 2nd series of the 6th issue - code	1st series of the 7th issue - code
Issue date	12/06/2016	12/21/2016
Amortization date	1st series: December 15, 2017 2nd series: September 17, October 15 and November 15, 2018	December 14, 2018
Unit par value on issuance	1	1
Number of certificates issued	200	30
Yield	Interest at 98% of the DI rate calculated and disclosed by CETIP.	Interest at 100% of the DI rate calculated and disclosed by CETIP.
Retrocession	None	None
Restrictive covenants	The non-compliance with the covenants below, calculated on a quarterly basis by the Debtor based on the audited consolidated financial statements for the quarters ended March, June, September and December of each year, and verified by Securitizadora within up to five days after the receipt of the calculation submitted by the Debtor: a. the ratio between: (A) the sum of Net Debt and Properties for Sale; and (B) Equity must be always equivalent to or lower than 0.80; b. the ration between: (A) the sum of Total Receivables and Properties for Sale; and (B) the sum of Net Debt, Properties Payable and Unaccrued Costs and Expenses must be equivalent to or higher than 1.5 or lower than 0; and c. the ratio between: (A) EBIT and (B) Net Finance Costs must be equivalent to or higher than 1.5 or lower than 0, provided that in any event the EBIT must be always positive.	The non-compliance with the covenants below, calculated on a quarterly basis by the Debtor based on the audited consolidated financial statements for the quarters ended March, June, September and December of each year, and verified by Securitizadora within up to five days after the receipt of the calculation submitted by the Debtor: a. the ratio between: (A) the sum of Net Debt and Properties for Sale; and (B) Equity must be always equivalent to or lower than 0.80; b. the ration between: (A) the sum of Total Receivables and Properties for Sale; and (B) the sum of Net Debt, Properties Payable and Unaccrued Costs and Expenses must be equivalent to or higher than 1.5 or lower than 0; and c. the ratio between: (A) EBIT and (B) Net Finance Costs must be equivalent to or higher than 1.5 or lower than 0, provided that in any event the EBIT must be always positive.

- (i) The default of receivables linked to the issuance of the CRI does not have any impact on the operation, since the receivables are only a guarantee of future payment.
- (ii) Risk classification: On May 2, 2017, the Company obtained a rating report of Ba2 (global scale) and Aa3.br (national scale), through a rating agency. As per CVM Instruction No. 414/04, the Company monitors the risk rating reports of the securitization operations every three months, since the aforementioned Instruction requires this restatement for operations with a unit par value equal to or greater than R\$ 300.
- (iii) Risk rating: on February 10, 2017, the rating agency Standard & Poor's maintained the 'brAA- (sf)' risk rating assigned to the 1st series of the 5th issuance of CRIs. The risk classification of the issuance must exist during the entire duration of the CRIs, and such classification should be updated quarterly in accordance with the provisions of article 7, paragraph 7 of CVM Instruction 414/04.

CRI interest, subject to capitalization to inventories, totaled R\$ 671 in the period ended March 31, 2017 (R\$1,562 as of March 31, 2016).

- June 14, 2011: the placement of the certificates on the market occurred through the public offering of 900 registered and book entry CRIs, from the 1st series of the 1st issue, with a unit value of R\$ 300, totaling R\$ 270,000. On June 2, 2014, the Company made the redemption in the amount of R\$ 226,800, and R\$ 43,200 remain, falling due in 2023, leaving 144 registered and book-entry CRIs;

May 21, 2012: the placement of the certificates on the market occurred through the public offering of 900 registered and book entry CRIs, from the 1st series of the 2nd issue, with a unit value of R\$ 333, totaling R\$ 300,000. On May 25, 2016, the Company carried out the amortization in the amount of R\$ 150,000, according to the timetables for

amortization of the operation, and R\$ 150,000 remain, falling due in 2017, leaving 900 nominal and book-entry CRIs;

The movements of the balances are shown below:

	Individual		Consolidated	
	03/2017	2016	03/2017	2016
<b>Opening balance</b>	<b>477,937</b>	<b>348,191</b>	<b>507,203</b>	<b>363,214</b>
Additions	69,911	280,089	69,911	310,088
Principal repayment	-	(150,000)	-	(166,667)
Interest payment	18,714	(39,100)	-	(40,237)
Interest and charges	-	38,757	19,904	40,805
<b>Closing balance</b>	<b>566,562</b>	<b>477,937</b>	<b>597,018</b>	<b>507,203</b>

### 13. RELATED PARTIES

#### a) Loan operations with related parties to finance civil works

The balances of the loan operations maintained with related parties have no predetermined maturity and are not subject to financial charges, except those signed with the joint ventures, when indicated.

The balances in the interim information of the parent company and consolidated are presented below:

	Individual				Consolidated			
	Assets		Liabilities		Assets		Liabilities	
	03/2017	2016	03/2017	2016	03/2017	2016	03/2017	2016
Angra Dos Reis Empreendimentos Imobiliários Ltda	8.434	1.151	8.232	8.850	1	1	1.048	934
Arizona Investimento Imobiliária Ltda	175	-	5.934	5.934	175	-	5.934	5.934
Barao De Miracema Empreendimentos Imobiliários Spe Ltda	1.571	1.632	-	-	-	-	-	-
Cabo Frio Incorporadora Ltda	-	-	15.400	15.400	-	-	15.400	15.400
Cbr 030 Empreendimentos Imobiliários Ltda	6.121	4.161	-	-	2.107	4.188	3.432	5.573
Cbr 037 Empreendimentos Imobiliários Ltda	2.912	1.972	-	-	-	-	-	-
Construtora Santa Izaura Ltda	953	968	-	-	953	968	-	-
Conx Empreendimentos Imob Ltda	10.146	10.007	-	-	8.447	8.584	-	-
Corsega Empreendimentos Imobiliários Ltda	575	646	-	-	-	-	-	-
Costa Maggiore Empreendimentos Imobiliários Ltda	975	982	-	-	975	982	-	-
Crua Empreendimentos S/A	8.632	6.769	-	-	8.632	6.769	-	-
Cury Construtora E Incorporadora S/A	111.226	118.738	1	1	111.226	118.738	1	1
Cybra De Investimento Imobiliária Ltda	17	68	-	-	-	3.142	-	-
Cyma Desenvolvimento Imobiliário Ltda	976	718	-	-	-	-	86	-
Cyrela Bahia Empreendimentos Imobiliários Ltda	1.007	1.297	-	-	-	-	-	-
Cyrela Begonia Empreendimentos Imobiliária Ltda	-	-	-	-	691	-	5	5
Cyrela Boraceia Empreendimentos Imobiliários Ltda	4.193	7.061	-	-	-	-	-	-
Cyrela Braga Empreendimentos Imobiliários Ltda	4.329	5.369	-	-	-	-	-	-
Cyrela Comercial Imobiliária Ltda	3.308	3.410	-	-	119	103	1.066	1.062
Cyrela Construtora Ltda	6	1.602	-	-	-	-	-	-
Cyrela Cristal Empreendimentos Imobiliários Ltda	8.985	7.624	-	-	-	-	-	21
Cyrela Df 01 Empreendimentos Imobiliários Ltda	1.450	1.063	-	-	-	-	-	-
Cyrela Dinamarca Empreendimentos Imobiliários Ltda	786	715	-	-	-	-	-	-
Cyrela Empreendimentos Imobiliários Comercial Importadora E Exportadora Ltda	1.271	1.277	-	-	-	-	-	-
Cyrela Extrema Empreendimentos Imobiliários Ltda	76.124	69.340	-	-	-	-	-	-
Cyrela Iberia Empreendimentos Imobiliários Ltda	1.791	1.925	-	-	-	-	-	-
Cyrela Investimentos E Participações Ltda	-	11	-	-	388	388	2.564	2.564
Cyrela Jcpm Empreendimento Imobiliário Spe S A	12	138	-	-	707	-	405	114
Cyrela Magikz Ótica Empreendimentos Imobiliários Ltda	3	3.526	-	-	-	-	6	844
Cyrela Malasia Empreendimentos Imobiliários Ltda	-	774	-	-	-	-	-	-

	Individual				Consolidated			
	Assets		Liabilities		Assets		Liabilities	
	03/2017	2016	03/2017	2016	03/2017	2016	03/2017	2016
Cyrela Manaus Empreendimentos Imobiliários Ltda	4.644	4.644	-	-	1.475	1.475	-	-
Cyrela Maresias Empreendimentos Imobiliários Ltda	3.118	6.922	-	-	-	-	-	-
Cyrela Moinho Empreendimentos Imobiliários Ltda	58.720	67.611	-	-	2	2	-	-
Cyrela Montblanc Empreendimentos Imobiliários S.A	2.699	2.699	-	-	-	-	-	-
Cyrela Monza Empreendimentos Imobiliários Ltda	14.889	29.628	-	-	821	821	-	-
Cyrela Nordeste Empreendimentos Imobiliários Ltda	-	-	-	-	4	599	-	49
Cyrela Pamplona Empreendimentos Imobiliários Ltda	1.756	1.774	-	-	-	-	-	-
Cyrela Paris Empreendimentos Imobiliários Ltda	2.955	2.869	-	-	-	-	-	-
Cyrela Pompeia Empreendimentos Imobiliários Ltda	602	689	-	-	-	-	-	-
Cyrela Porto Velho Empreendimentos Imobiliários Ltda	1.004	19	-	-	-	-	-	-
Cyrela Recife Empreendimentos Imobiliários Ltda	15.280	14.185	-	-	15	-	-	164
Cyrela Rjz Construtora E Empreendimentos Imobiliários Ltda	5	45	-	-	75.412	72.906	278	278
Cyrela Rjz Empreendimentos Imobiliários Ltda	1	3.142	-	-	18	283	-	-
Cyrela Rjz Jcgentijo Empreendimentos Imobiliária Ltda	1.579	1.788	-	-	-	-	1.210	1.210
Cyrela Roraima Empreendimentos Imobiliários Ltda	527	1.338	-	-	-	-	-	-
Cyrela White River Investimento Imobiliária Spe Ltda	500	506	580	580	-	-	-	-
Cytec Empreendimentos Imobiliários Ltda	-	-	-	-	-	161	-	115
Dgc João Gualberto Ltda	-	-	-	-	996	773	337	337
Forest Hill De Investimento Imobiliária Ltda	-	-	2.720	2.720	-	-	2.720	2.720
Gcw Xangri-La Urbanismo Ltda	-	-	-	-	-	-	239	989
Global Park Residencial Empreendimentos Imobiliários Ltda	1.930	1.832	-	-	-	-	-	-
Goldstein Cyrela Empreendimentos Imobiliários S/A	41.547	41.823	-	-	21.512	21.293	4	4
Himalaia Empreendimentos Imobiliários Ltda	1.106	621	-	-	-	-	-	-
Jacira Reis Empreendimentos Imobiliários Ltda	10.703	9.144	-	-	10.703	9.144	-	-
Jose Celso Gontijo Eng S/A	34.106	41.047	-	-	34.106	41.047	-	-
Kalahari Empreendimentos Imobiliários Ltda	3.312	4.225	-	-	-	-	-	-
Living Abaete Empreendimentos Imobiliários Ltda	33.454	19.348	-	-	-	-	-	-
Living Afenas Empreendimentos Imobiliários Ltda	41.647	42.040	-	-	-	-	-	-
Living Amparo Empreendimentos Imobiliários Ltda	5.870	3.400	-	-	-	-	-	-
Living Batatais Empreendimentos Imobiliários Ltda	21.001	11.548	-	-	-	-	-	-
Living Empreendimentos Imobiliários S/A	18.065	18.065	-	-	82	133	5.150	5.049
Living Martini Empreendimentos Imobiliários Ltda	3.767	1.113	-	-	-	-	-	-
Living Nazare Empreendimentos Imobiliários Ltda	649	413	-	-	-	33	-	-
Living Panama Empreendimentos Imobiliários Ltda	68	735	-	-	16	10	-	-
Living Pirassununga Empreendimentos Imobiliários Ltda	9.053	281	-	-	-	-	-	-
Living Provance Empreendimentos Imobiliários Ltda	1.192	553	-	-	-	-	-	-
Living Ribeirao Empreendimentos Imobiliários Ltda	636	640	-	-	-	-	-	-
Living Sul Empreendimentos Imobiliários Ltda	-	33	-	-	2.526	2.495	-	-
Living Talara Empreendimentos Imobiliários Ltda	3.428	3.428	-	-	3.428	3.428	-	-
Luanda Empreendimentos Imobiliários Ltda	-	12.768	-	-	-	-	-	-
Magnum Investimento Imobiliária Ltda	-	-	4.195	4.195	-	-	4.195	4.195
Nova Iguacu Empreendimentos Imobiliários Ltda	3	525	-	-	-	-	-	-
Nova Zelandia Empreendimentos Imobiliários Ltda	-	-	1.525	1.525	-	-	-	-
Pdg Realty S/A Empreend E Partici	-	-	2.314	2.314	-	-	2.314	2.314
Plano & Plano Construções E Participações Ltda	-	-	-	-	60	60	60	2.238
Plano Amoreira Empreendimentos Imobiliários Spe Ltda	-	-	-	-	-	2.178	-	-
Plarcon Cyrela Empreendimentos Imobiliários Spe Ltda	620	628	-	-	620	628	-	-
Pre 27 Empreendimentos Imobiliários Spe	-	-	1.100	1.000	-	-	1.100	1.000
Prologis Ccp 9	-	-	7.058	-	-	-	7.058	-
Ravenna Empreendimentos Imobiliários Ltda	3	7.463	-	-	-	-	-	16
Reserva Casa Grande Empreendimentos Imobiliários Ltda	2.510	1.691	-	-	2.510	1.691	-	-
Rouxinol Salvador Alende Empreendimentos Imobiliários Ltda	150	-	300	2.400	150	-	300	2.400
Rubem Vasconcelos Imoveis Ltda	5.166	4.901	-	-	5.166	4.901	-	-
Scp Isla	5.648	5.673	3.075	3.075	5.648	5.673	3.075	3.075
Seller Consultoria Imobiliária E Representações Ltda	2	4	-	-	14.848	14.842	-	-
Sk Joaquim Ferreira Lobo Empreendimentos Imobiliários Spe Ltda	-	-	-	-	-	-	1.065	1.065
Slk Empreendimentos Imobiliários Spe S/A	1.262	-	-	-	1.262	-	-	-
Spe Brasil Incorporação 17 Ltda	-	600	-	275	-	600	-	275
Spe Brasil Incorporação 29 Ltda	-	650	100	750	-	650	100	750
Spe Brasil Incorporação 83 Ltda	-	2.000	-	-	-	2.000	-	-
Spe Chl Cv Incorporações Ltda	1.682	882	-	-	1.682	882	-	-
Spe Faicalville Incorporação 1 Ltda	-	-	350	850	-	-	350	850
Vix One Empreendimentos Imobiliários Spe Ltda	640	50	-	-	-	-	34	3
Vnss Empreendimentos Imobiliários Spe S/A	3	3	-	-	-	1.854	943	229
Other 386 SPE's with balances of up R\$500	7.352	14.535	973	613	5.383	6.548	3.172	3.035
<b>Total</b>	<b>620.832</b>	<b>643.465</b>	<b>53.857</b>	<b>50.482</b>	<b>322.866</b>	<b>340.973</b>	<b>63.651</b>	<b>64.812</b>

The Company has loan balances totaling R\$ 46,299 in the consolidated, on March 31, 2017 (R\$ 52,975 on December 31, 2016). The guarantees given to the Company are linked to the delivery of shares in the subsidiary or jointly-controlled subsidiary, the assumption of the obligation by companies related to the shareholder.

As of March 31, 2017, there is a balance of R\$ 51,062 (R\$ 49,559 as of December 31, 2016), which corresponds to advances granted to the company from which the land was acquired, as established in contract. Advances are subject to restatement based on the variation of the CDI Interest is payable monthly, and the principal will be amortized through receipts corresponding to its stake in the joint venture.

As of March 31, 2017, the Company has dividends receivable from the investee Cury Construtora e Incorporadora S/A, totaling R\$ 111,029.

#### b) Operations

Operations maintained with related parties mainly represent services that involve the technical responsibility of projects and the control of all contractors who provide skilled construction labor, applied in the development of the joint ventures of the Company and its investees.

These operations are classified as costs incurred by the units under construction and allocated to P/L according to the stage of marketing of the units of the joint venture.

#### c) Directors' fees

- i) Fixed remuneration: The total remuneration to the Company's administrators for the year 2017 was fixed at R\$ 11,793, according to the Ordinary Shareholders' Meeting of April 28, 2017 (R\$ 12,381 for 2016).

The remuneration recorded in the Company's P/L is included under "Expenses on Management Fees."

Accumulated expenses incurred in the years may be shown as follow:

	<b>Individual</b>		<b>Consolidated</b>		<b>Total members</b>	
	<b>03/2017</b>	<b>03/2016</b>	<b>03/2017</b>	<b>03/2016</b>	<b>03/2017</b>	<b>03/2016</b>
Executive Committee	261	262	525	587	7	6
Board of Directors	730	848	730	848	6	6
Charges	198	222	246	286	-	-
	<b>1,189</b>	<b>1,332</b>	<b>1,501</b>	<b>1,721</b>	<b>13</b>	<b>12</b>
Benefits - Executive Committee	732	661	700	684		
Benefits - Board of Directors	55	115	55	115		
	<b>787</b>	<b>776</b>	<b>755</b>	<b>799</b>		
<b>Total</b>	<b>1,976</b>	<b>2,108</b>	<b>2,256</b>	<b>2,520</b>		
<b>Compensation in the period:</b>						
Executive Committee - higher compensation	64	64	228	228		
Executive Committee - lower compensation	49	49	49	49		
Board of Directors - higher compensation	181	190	181	190		
Board of Directors - lower compensation	33	62	33	62		

- ii) Variable remuneration: Under the terms of article 190 of the Brazilian Corporations Act, the Ordinary Shareholder Meeting that approves the accounts for the fiscal year may determine the distribution of up to 10% of the earnings of the fiscal year, after adjustments of article 189 of the Corporations Act, to the Company's administrators and employees, as profit sharing.

Profit sharing with managers and employees may only occur in fiscal years in which shareholders are assured the payment of the minimum mandatory dividend provided for in Article 41 of the Bylaws.

The Company maintains stock options. All managers and employees who are entitled to receive the annual bonus, and who do not have commissions directly or indirectly linked to the sale or purchase of assets for the Company as a component of their remuneration, are eligible for this modality. On March 31, 2017, expenses related to the administrators recorded in P/L totaled R\$ 1,708 (R\$ 4,189 on March 31, 2016).

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

No amounts were paid in respect to: (1) post-employment benefits (pensions, other retirement benefits, post-employment life insurance and medical care); (2) long-term benefits (license for years of service and long-term disability benefits); and (3) benefits on termination of employment contract.

#### 14. CURRENT ACCOUNTS WITH PARTNERS OF JOINT VENTURES

The balances in net assets and liabilities are shown below:

	Individual		Consolidated	
	03/2017	2016	03/2017	2016
Abc Realty de Investimento Imobiliária Ltda	-	-	1,235	1,051
CBR 014 Empreendimentos Imobiliários Ltda	-	-	(1,661)	(1,676)
Consortio De Urbamização Jundiai	6,223.00	6,413	6,223	6,413
Corsega Empreendimentos Imobiliários Ltda	-	-	(191)	(105)
Cyrela Brazil Realty Rjz Empreendimentos Imobiliária Ltda	-	-	2,260	2,166
Cyrela Europa Empreendimentos Imobiliários Ltda	-	-	(2,823)	(3,547)
Cyrela Iberia Empreendimentos Imobiliários Ltda	-	-	615	615
Cyrela Imobiliária Ltda	-	-	1,081	731
Cyrela Jasmim Ltda	-	-	673	-
Cyrela Lambari Empreendimentos Imobiliários Ltda	-	-	(1,253)	(1,253)
Cyrela Mac Amazonas Empreendimentos Imobiliários SPE Ltda	-	-	(120)	(130)
Cyrela Paris Empreendimentos Imobiliários Ltda	-	-	(255)	-
Cyrela Polinesia Empreendimentos Imobiliários Ltda	-	-	482	482
Cyrela Roraima Empreendimentos Imobiliários Ltda	-	-	(2,555)	(2,727)
Cyrela Suecia Empreendimentos Imobiliários Ltda	-	-	(22,303)	(27,194)
Cyrela Urbanismo 5 - Empreendimentos Imobiliários Ltda	-	-	(3,319)	(3,536)
Goldsztein Cyrela Empreendimentos Imobiliários S/A	-	-	244	244
Jardim Loureiro da Silva Empreendimentos Imobiliários Ltda	-	-	2,057	1,135
Kalahari Empreendimentos Imobiliários Ltda	-	-	(1,706)	(556)
Living Sabino Empreendimentos Imobiliários Ltda	-	-	(176)	-
Pitombeira Empreendimentos Imobiliários Ltda	-	-	(845)	(363)
Plano Aroeira Empreendimentos Imobiliários Ltda	-	-	(501)	(501)
Plano Cambara Empreendimentos Imobiliários Ltda	-	-	(106)	(106)
Plano Cambui Empreendimentos Imobiliários Ltda	-	-	(924)	-
Plano Guapira Empreendimentos Imobiliários Ltda	-	-	(555)	(556)
Scp H.Aidar (Cyrela Begonia)	-	-	(442)	-
Vero Sta Isabel Empreendimentos Imobiliários SPE Ltda	-	-	(2,095)	(2,295)
Other 21 SPE's with balance up to R\$100	-	-	14	(649)
	<b>6,223</b>	<b>6,413</b>	<b>(26,946)</b>	<b>(32,357)</b>
<b>Balance disclosed in Assets</b>	<b>6,223</b>	<b>6,413</b>	<b>16,916</b>	<b>13,070</b>
<b>Balance disclosed in Liabilities</b>	<b>-</b>	<b>-</b>	<b>43,862</b>	<b>45,427</b>

#### 15. WORKS IN PROGRESS

As a result of the procedure established by CVM Resolution No. 561/08 (OCPC 01 (R1)), as amended by Resolution No. 624/10, the balances of sales income and corresponding budgeted costs, for the units sold and with costs not yet incurred, are not reflected in the interim information of the Company and its subsidiaries. The main balances to be reflected as costs are incurred are presented below:

- a) Contracted real estate operations to be appropriated from accumulated construction works in progress.

	03/2017	2016
(+) Total Gross sales revenue	11,821,391	12,595,664
(-) Total unrecognized gross revenue	(9,842,508)	(10,431,247)
(=) <b>Unrecognized sales revenue:</b>	<b>(i) 1,978,883</b>	<b>2,164,417</b>
(+) Total cost of properties sold	6,780,391	7,220,722
(-) Total unrecognized cost	(5,572,144)	(5,890,148)
(=) <b>Unrecognized cost</b>	<b>(ii) 1,208,247</b>	<b>1,330,574</b>
<b>Unrecognized profit</b>	<b>770,636</b>	<b>833,843</b>
(i) Excluding taxes on sales		
(ii) Excluding unrecognized guarantee costs		

- b) Commitments to costs budgeted and not yet incurred, referring to units sold:

	03/2017	2016
<b>Amounts not reflected in the financial statements</b>		
Current	733,181	809,744
Noncurrent	475,066	520,830
	<b>1,208,247</b>	<b>1,330,574</b>

## 16. ADVANCES FROM CLIENTS

	Consolidated	
	03/2017	2016
<b>Amounts received for property sales</b>		
Amounts received for Project sales:		
Others advances	4,891	6,453
	<b>4,891</b>	<b>6,453</b>
<b>Unit sold in projects under constructions</b>		
Allocated revenue	(2,818,526)	(3,878,331)
Receivable revenue	2,896,133	3,945,964
	<b>77,607</b>	<b>67,633</b>
	<b>82,498</b>	<b>74,086</b>
<b>Amount received for physical barterers</b>		
Barterers with land	423,534	479,932
<b>Total advances from customers</b>	<b>506,032</b>	<b>554,018</b>
<b>Current</b>	<b>298,345</b>	<b>351,306</b>
<b>Noncurrent</b>	<b>207,687</b>	<b>202,712</b>

Advances from clients, arising from physical swaps in the purchase of land, will be amortized to P/L using the same procedure for recognizing sales income (as a percentage of the cost incurred of the joint venture).

## 17. SUPPLIERS AND PROVISION FOR GUARANTEE

The Company and its subsidiaries offer guarantees to their clients in the sale of their properties. These warranties have specific characteristics in accordance with certain items and are provided



for years that vary to up to 5 years after the completion of the work and are partially shared with suppliers of goods and services. The amounts recorded by the Company and its subsidiaries are under the heading of “Suppliers.”

	<b>Individual</b>		<b>Consolidated</b>	
	<b>03/2017</b>	<b>2016</b>	<b>03/2017</b>	<b>2016</b>
Accrued construction warranties	-	-	133,381	140,333
Other suppliers of goods and services	8,118	5,878	161,910	144,511
<b>Total trade payables</b>	<b>8,118</b>	<b>5,878</b>	<b>295,291</b>	<b>284,844</b>
<b>Current</b>	<b>8,118</b>	<b>5,878</b>	<b>223,381</b>	<b>209,166</b>
<b>Noncurrent</b>	<b>-</b>	<b>-</b>	<b>71,910</b>	<b>75,678</b>

#### 18. ACCOUNTS PAYABLE FOR ACQUISITION OF LAND

Refer to pieces of land acquired for the purpose of launching new joint ventures, isolated or with participation of third parties, with the following maturity schedule:

<b>Year</b>	<b>Consolidated</b>	
	<b>03/2017</b>	<b>2016</b>
2018	992	18,889
2019	32	32
2020	5	5
<b>Noncurrent</b>	<b>1,029</b>	<b>18,926</b>
<b>Current</b>	<b>136,234</b>	<b>142,531</b>
<b>Total</b>	<b>137,263</b>	<b>161,457</b>

They are adjusted at INCC variation, IGP-M variation, or variation of the Special Clearance and Custody System (SELIC) rate.

Interest and monetary restatement eligible to capitalization of inventories, referring to balance of land payable, totaled R\$940 in year ended March 31, 2017 (Reversal of R\$4,316 on March 31, 2016).

#### 19. PROVISION FOR TAX, LABOR AND CIVIL RISKS

Provisions were recognized for lawsuits whose likelihood of loss is evaluated as probable based on the Company’s legal advisors’ opinion.

They are broken down as follow:

	<b>Individual</b>		<b>Consolidated</b>	
	<b>03/2017</b>	<b>2016</b>	<b>03/2017</b>	<b>2016</b>
Civil lawsuits	6,921	7,164	118,430	107,693
Tax lawsuits	-	610	922	4,568
Labor lawsuits	929	586	79,391	78,702
Contract terminations	-	-	25,295	22,996
	<b>7,850</b>	<b>8,360</b>	<b>224,038</b>	<b>213,959</b>

The Company and its subsidiaries are parties to tax, labor and civil lawsuits and have been discussing these issues in both the administrative and judicial scopes.

#### Tax lawsuits

On March 31, 2017, the Company and its subsidiaries are parties to lawsuits amounting to R\$154,233 (R\$161,565 as of December 31, 2016); of this value, likelihood of loss of R\$922 (R\$4,568 as of December 31, 2016) is considered probable, R\$131,987 (R\$118,566 as of December 31, 2016) is classified as possible, and R\$21,324 (R\$38,431 as of December 31, 2016) is classified as remote by Management and legal advisors.

Supplementary information on main provisions for tax risks, whose likelihood of loss is classified by Management as possible, are as follows:

- The Company is a party to a tax administrative proceeding deriving from Federal Revenue Service (SRF) tax assessment referring to collection of alleged IRRF (withholding income tax) and INSS (national institute of social security) tax credits related to stock option plan. This proceeding is being defended in the administrative sphere and has not yet been analyzed by tax authorities.
- Brazilian tax authorities started a tax administrative proceeding against the Company in January 2005, requiring payment of IRRF on interest related to “*Fixed Rate Notes*” portion for issuance of international credit securities. This lawsuit totals R\$6,959 (R\$6,413 as of December 31, 2016) as of March 31, 2017.
- The Company and its investees are parties to tax administrative proceedings deriving from Federal Revenue Service decision on non-homologation of taxes paid through credit offset. These credits mostly derive from the use of withheld taxes of balance determined in annual adjustment return. These proceedings are being defended in the administrative sphere and have not yet been analyzed by tax authorities. These lawsuits total R\$11,892 (R\$11,326 as of December 31, 2016) as of March 31, 2017.
- Four of the Company’s subsidiaries are parties to administrative proceeding deriving from tax assessment referring to collection of social security contributions on Profit Sharing distribution for calendar year 2008 and on contributions of autonomous workers. Companies challenged decisions and are awaiting tax authorities’ position. This lawsuit totaled R\$6,087 (R\$5,885 as of December 31, 2016) as of March 31, 2017.

### Labor lawsuits

On March 31, 2017, the Company and its subsidiaries are parties to proceedings totaling R\$244,255 (R\$216,618 as of December 31, 2016);, of this amount, likelihood of loss of R\$79,391 (R\$78,702 as of December 31, 2016) is considered probable, R\$130,489 (R\$102,713 as of December 31, 2016) is classified as possible, and R\$34,375 (R\$35,203 as of December 31, 2016) is classified as remote.

Proceedings are substantially represented by lawsuits filed by employees of subcontractor entities, requiring payment of overtime and other. Pursuant to the terms of Brazilian labor law, we are jointly responsible for complying with labor obligations regarding employees of subcontractor entities contracted by the Company.

### Civil proceedings

On March 31, 2017, the Company and its subsidiaries are parties to proceedings totaling R\$318,760 (R\$293,177 as of December 31, 2016); of this amount, likelihood of loss of R\$118,430 (R\$107,692 as of December 31, 2016) is considered probable, R\$175,698 (R\$160,249 as of December 31, 2016) is classified as possible, and R\$24,632 (R\$25,236 as of December 31, 2016) is classified as remote.

These proceedings are substantially represented by indemnity lawsuits for pain and suffering.

We also emphasize that Queiroz Galvão MAC Cyrela Veneza, organization in which the Company holds 30% of interest, is a party to public civil lawsuit that discusses validity of Construction License for joint venture Domínio Marajoara; on March 31, 2017, the Company considers likelihood of loss as probable, with possible monetary conviction regarding environmental aspects. The Company's management recorded a provision of R\$9,749 related to civil lawsuits linked to the joint venture.

Cyrela, in the capacity of Developer of the real estate development denominated Condomínio Grand Parc Residencial Resort, clarifies that, on July 19, 2016, a collapse occurred in the external leisure area and causes are still unknown; this issue is being duly investigated by competent police authorities. Even though not being responsible for joint venture construction, which was the responsibility of the construction company Incortel Incorporações e Construções Ltda., Cyrela, as the Developer, bore and is bearing indemnity amounts until the real cause of the accident is determined.

### Client dissolutions:

The Company recorded a provision for cancellation of client contract in the amount of R\$25,295 (R\$22,996 as of December 31, 2016); this amount is considered sufficient to cover possible losses upon realization of trade accounts receivable by Management.

### Changes in calculated balances

Provisions for probable losses arising from these lawsuits are estimated and restated by Management, backed by the opinion of the external legal advisors. On March 31, 2017,

provisions for lawsuits and administrative proceedings are classified under caption “Provision for tax, labor and civil risks”:

	Individual			Total
	Civil	Tax	Labor	
<b>Balance as at Dec 31, 2015</b>	<b>10,183</b>	<b>-</b>	<b>1,890</b>	<b>12,073</b>
Additions	-	-	44	44
Payments	(42)	-	(48)	(90)
Reversal	(1,023)	-	(1,171)	(2,194)
Adjustments	1,099	-	497	1,596
<b>Balance as at Mar 31, 2016</b>	<b>10,217</b>	<b>-</b>	<b>1,212</b>	<b>11,429</b>
<b>Balance as at Dec 31, 2016</b>	<b>7,164</b>	<b>610</b>	<b>586</b>	<b>8,360</b>
Additions	-	-	826	826
Payments	(14)	-	(420)	(434)
Reversal	(147)	(610)	(29)	(786)
Adjustments	(83)	-	(34)	(117)
<b>Balance as at Mar 31, 2017</b>	<b>6,920</b>	<b>-</b>	<b>929</b>	<b>7,849</b>

	Consolidated				Total
	Civil	Tax	Labor	Contract terminations	
<b>Balance as at Dec 31, 2015</b>	<b>102,632</b>	<b>2,633</b>	<b>75,695</b>	<b>20,697</b>	<b>201,657</b>
Additions	13,096	276	3,001	1,504	17,877
Payments	(5,746)	-	(10,843)	-	(16,589)
Reversal	(4,830)	(48)	(9,115)	-	(13,993)
Adjustments	14,086	46	2,780	-	16,912
<b>Balance as at Mar 31, 2016</b>	<b>119,238</b>	<b>2,907</b>	<b>61,518</b>	<b>22,201</b>	<b>205,864</b>
<b>Balance as at Dec 31, 2016</b>	<b>107,693</b>	<b>4,568</b>	<b>78,702</b>	<b>22,996</b>	<b>213,959</b>
Additions	11,223	3	21,724	2,299	35,249
Payments	(12,927)	-	(7,824)	-	(20,751)
Reversal	(4,493)	(3,670)	(15,475)	-	(23,638)
Adjustments	16,934	21	2,264	-	19,219
<b>Balance as at Mar 31, 2017</b>	<b>118,430</b>	<b>922</b>	<b>79,391</b>	<b>25,295</b>	<b>224,038</b>

## 20. DEFERRED TAXES AND CONTRIBUTIONS FOR PAYMENT

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

These are recorded to reflect tax effects deriving from tax basis temporary differences, which determine the time of payment, as property sales are received (SRF Regulatory Instruction no. 84/79), and effective recognition of real estate earnings, in conformity with CFC Resolution no. 1,266/09 and CVM Decision no. 561/08, as amended by CVM Resolution no. 624/10 (OCPC 01(R1)).

Balances of taxes and contributions with deferred payments are as follows:

		<b>Consolidated</b>	
		<b>2017</b>	<b>2016</b>
<b>Assets</b>			
IRPJ		262	155
CSLL		138	81
<b>Subtotal</b>		<b>400</b>	<b>236</b>
PIS		78	45
COFINS		361	210
<b>Subtotal</b>		<b>439</b>	<b>255</b>
<b>Total:</b>		<b>839</b>	<b>491</b>
<b>Current</b>		<b>838</b>	<b>491</b>
<b>Noncurrent</b>		<b>-</b>	<b>-</b>

	<b>Individual</b>		<b>Consolidated</b>	
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
<b>Liabilities</b>				
IRPJ	960	985	44,217	47,523
CSLL	345	354	22,888	24,374
<b>Subtotal</b>	<b>1,305</b>	<b>1,339</b>	<b>67,105</b>	<b>71,897</b>
PIS	100	102	12,725	13,379
COFINS	459	472	58,800	61,822
<b>Subtotal</b>	<b>559</b>	<b>574</b>	<b>71,525</b>	<b>75,201</b>
<b>Total</b>	<b>1,864</b>	<b>1,913</b>	<b>138,630</b>	<b>147,098</b>
<b>Current</b>	908	30	106,403	110,168
<b>Noncurrent</b>	957	1,883	32,227	36,930

Effective payment of these taxes occurs as sales installments are received.

As a result of previously-mentioned tax credits and obligations, corresponding tax effects (deferred income tax and social contribution) were recognized, as follows:

	<b>Individual</b>		<b>Consolidated</b>	
	<b>03/2017</b>	<b>2016</b>	<b>03/2017</b>	<b>2016</b>
<b>In current and noncurrent assets</b>				
Difference of profit on real estate activities - deemed income	-	-	56	-
Difference of profit on real estate activities - RET	-	-	343	236
	<b>-</b>	<b>-</b>	<b>399</b>	<b>236</b>
<b>In current and noncurrent liabilities</b>				
Difference of profit on real estate activities - taxable income	(1,306)	(1,339)	(2,695)	(4,735)
Difference of profit on real estate activities - deemed income	-	-	(9,737)	(10,071)
Difference of profit on real estate activities - RET	-	-	(54,674)	(57,091)
	<b>(1,306)</b>	<b>(1,339)</b>	<b>(67,106)</b>	<b>(71,897)</b>

b) Calculation basis for temporary differences from deferred income

The Company and its subsidiaries have the following negative balances to offset, deducted from or added to future taxable income calculation bases to be determined based on real income. In addition, certain subsidiaries have differences to be taxed in future years deriving from profit in real estate activities taxed at the cash system and recorded at the accrual system, considering taxation at deemed income, as follows:

	<b>Individual</b>		<b>Consolidated</b>	
	<b>03/2017</b>	<b>2016</b>	<b>03/2017</b>	<b>2016</b>
<b>Credits for offset - taxable income</b>				
Tax loss carryforwards to be offset against future taxable income	1,564,946	1,529,918	2,463,100	1,944,207
<b>Taxable obligations - taxable income</b>				
Difference between profit from real estate activities taxed on a cash basis and the amount recorded on the accrual basis	(3,839)	(3,939)	(7,927)	(13,926)
<b>Taxable obligations - deemed income</b>				
Difference between the profit from taxable real estate activities on a cash basis and the amount recorded on the accrual basis	-	-	25,241	26,263
Income tax base	-	-	37,451	38,948
Social contribution base	-	-	-	-
<b>Taxable obligations - special taxation regime - RET</b>				
Tax base	-	-	2,830,468	2,934,468

Considering the current context of the Parent Company's operations, substantially related to the holding of interest in other companies, tax credits were not recognized on the totality of the accumulated balance of tax losses and social contribution tax loss carryforwards, as well as on the balance of temporarily nondeductible expenses upon determination of income. In addition, certain subsidiaries have tax losses and social contribution negative bases; realization or recovery depends on future events and, accordingly, such possible tax benefits were not recorded in interim financial information.

Tax losses and negative basis of social contribution to be offset with future taxable income do not have limitation period, and their offset is limited to 30% offset of future taxable income calculated annually.

Taxation of the difference between income earned at the cash system and income determined at the accrual system will occur probably up to 2037, considering the term to receive sales made and conclusion of corresponding construction work.

c) Balance of PIS and COFINS

Deferred PIS and COFINS calculated on the difference between income taxed at the cash system and income recognized at the accrual system are recorded under caption "Taxes and contributions with deferred payment" in current and non-current liabilities, according to expected settlement:

	<b>Individual</b>		<b>Consolidated</b>	
	<b>03/2017</b>	<b>2016</b>	<b>03/2017</b>	<b>2016</b>
Current	-	-	1,999	2,255
Deferred payment	559	574	71,524	75,201
	<b>559</b>	<b>574</b>	<b>73,523</b>	<b>77,456</b>

d) Income and social contribution tax expense for the year

Income tax and social contribution expenses referring to years ended March 31, 2017 and 2016 may be reconciled with income before taxes:

	<b>Individual</b>		<b>Consolidated</b>	
	<b>01/01/2017</b> <b>at</b> <b>03/31/2017</b>	<b>01/01/2016</b> <b>at</b> <b>03/31/2016</b>	<b>01/01/2017</b> <b>at</b> <b>03/31/2017</b>	<b>01/01/2016</b> <b>at</b> <b>03/31/2016</b>
<b>Profit before income tax and social contribution</b>	<b>3,991</b>	<b>61,515</b>	<b>49,697</b>	<b>107,119</b>
Statutory rate:	-34%	-34%	-34%	-34%
<b>Expected income tax and social contribution expense</b>	<b>(1,357)</b>	<b>(20,915)</b>	<b>(16,897)</b>	<b>(36,421)</b>
<b>Effect of the statutory rate on:</b>				
Share of profit of subsidiaries	8,792	78,198	596	6,821
Temporary additions and deductions and other (i)	(4,186)	(5,883)	(4,186)	(5,883)
Unrecognized tax credits (ii)	(3,215)	(51,642)	(3,215)	(51,642)
Effect of tax gain from adopting the deemed income or RET regime	-	-	8,251	68,875
<b>Income tax and social contribution expense</b>	<b>34</b>	<b>(242)</b>	<b>(15,451)</b>	<b>(18,250)</b>
Deferred taxes	34	(242)	6,159	2,525
Current taxes	-	-	(21,610)	(20,775)
	<b>34</b>	<b>(242)</b>	<b>(15,451)</b>	<b>(18,250)</b>

(i) Mainly refers to provision for tax, labor and civil provisions, whose tax benefits were not formed.

(ii) Refers to unrecorded tax loss balances

## 21. SHAREHOLDERS' EQUITY

a) Capital stock

On March 31, 2017, subscribed and paid-in capital totals R\$ 3,395,744 (R\$ 3,395,744 as of December 31, 2016) is represented by 399,742,799 nominative common shares.

The Company's Board of Directors is authorized to increase capital - regardless of Shareholders' Meeting or amendments to the Bylaws - up to the limit of 750,000,000 common nominative shares for distribution in the country and/or abroad, either publicly or privately.

b) Treasury shares

According to decision of the Board of Directors, the Company may acquire its own shares to keep them in treasury and, then, cancel them or dispose of them.

Considering provisions of Article 8 of CVM Instruction no. 10/80, the following was decided:

- (i) The Company's purpose is to acquire its own shares to keep them in treasury and then cancel them or dispose of them in order to invest funds available and maximize value to shareholders.
- (ii) The number of common shares issued by the Company that is outstanding in the market is 252,158,878, as recorded in caption "Deposit of shares" informed by depositary institution on March 31, 2017 (244,084,628 as of December 31, 2016).

Program for repurchase of shares / cancellation of shares

Quotation of said shares on March 31, 2017 was R\$13.24 per share, market value expressed in Brazilian Reais (R\$10.27 – value expressed in Brazilian Reais as of December 31, 2016). Market value is obtained using quotation of the Company's shares at BM&FBOVESPA S.A. – Bolsa de Valores, Mercadorias e Futuros as reference.



The balance may be shown as follows as of March 31, 2017:

Position	Number	Buyback price	Average buyback price	Market price
<b>Balance as at December 31, 2015</b>	<b>20,661,727</b>	<b>260,627</b>	<b>13.00</b>	<b>264,060</b>
Plano 2011 (Retenção) 01/2016	(1,200,000)	(15,137)		(10,080)
Plano 2011 (Retenção) 02/2016	(555,811)	(7,011)		(4,669)
Plano 2011 (Retenção) 03/2016	(70,208)	(886)		(590)
Plano 2011 (Retenção) 03/2016	(46,148)	(582)		(388)
Plano 2011 (Retenção) 04/2016	(67,467)	(851)		(567)
Plano 2013 04/2016	(34,000)	(429)		(349)
Ações Exercidas Plano 2011 (Retenção) 05/2016	(11,467)	(144)		(109)
Ações Exercidas Plano 2013 05/2016	(51,061)	(644)		(490)
Ações Exercidas Plano 2013 05/2016	(60,782)	(768)		(584)
Ações Exercidas Plano Plano 2011 08/2016	(153,447)	(1,936)		(1,473)
Ações Exercidas Plano Plano 2011 09/2016	(66,269)	(836)		(636)
Ações Exercidas Plano 2011 09/2016	(21,870)	(276)		(210)
Ações Exercidas Plano 2011 09/2016	(196,132)	(2,474)		(1,883)
Plano 2011 (Retenção) 01/10/2011	(357,633)	(4,511)		(3,845)
Novo Plano 2011 01/09/2011	(36,580)	(461)		(393)
Plano 2011 (Retenção) 01/08/2011	(97,225)	(1,226)		(907)
Plano 2011 (Retenção) 01/10/2011	(9,940)	(125)		(93)
Plano 2011 (Retenção) 01/10/2011	(26,508)	(334)		(272)
Novo Plano 2011	(5,646)	(71)		(58)
<b>Balance as at December 31, 2016</b>	<b>17,593,533</b>	<b>221,925</b>	<b>12.61</b>	<b>236,464</b>
Plano 2008_Match Funcionário (4x) 01/02/2017	(224)	(3)	-	(3)
<b>Balance as at March 31, 2017</b>	<b>17,593,309</b>	<b>221,922</b>	<b>12.61</b>	<b>236,461</b>

c) Allocation of net income for the year

Net income for the year, after offsets and deductions set forth in law and adequate statutory provision shall be allocated as follows:

- 5% for legal reserve, up to the limit of 20% of paid-up capital.
- 25% of balance, after allocation to legal reserve, shall be allocated to pay mandatory minimum dividend to all shareholders.

	2016
<b>Profit attributable to the Company's shareholders</b>	<b>151,352</b>
Recognition of legal reserve - %	5%
<b>(-) Legal reserve</b>	<b>7,568</b>
<b>(=) Calculation basis</b>	<b>143,784</b>
Mandatory minimum dividends - %	25%
<b>Mandatory minimum dividends on profit</b>	<b>35,946</b>
<b>Total proposed dividends payable</b>	<b>35,946</b>
<b>Total allocated to earnings reserve</b>	<b>107,838</b>

d) Profit reserve (expansion)

Remaining balance of net income for the year ended December 31, 2016, after formation of legal reserve and proposition of dividends, in the amount of R\$107,838, was transferred to caption “reserve for expansion”, according to Article 40 of the Bylaws. Reserve for expansion will be invested in the Company itself, to finance its activities, complying with business growth plan Management expects for 2017.

e) Other reserves

Changes in capital transactions are mostly explained by the acquisition of minority interest in companies that were already consolidated in the Company’s interim information.

## 22. ASSETS WITH EQUITY SEGREGATION

Structures for asset segregation existing in the Company refer to the Special Tax System (RET) – segregate estate, which may include or not include CRI's. Joint ventures in RET and that may or may not have linked CRITERIA's are as follows:

Project Description	Consolidated RET-CRI	Total Consolidated	% Assets
925 Independência	51,791	11,940,930	0.43%
All Nations Vidamerica - Dom Heller	69,033	11,940,930	0.58%
Auguri Residence	42,968	11,940,930	0.36%
Boulevard Lapa	30,985	11,940,930	0.26%
Brisas Bosque Itirapina	23,076	11,940,930	0.19%
Carioca Residencial	188,031	11,940,930	1.57%
Carioca Shopping	60,619	11,940,930	0.51%
Ceo Corporate Executive Offices	37,960	11,940,930	0.32%
Certo Home Club	21,589	11,940,930	0.18%
Compasso	24,048	11,940,930	0.20%
Cond.Residencial Vita Belle	43,062	11,940,930	0.36%
Condominio Alegro Montenegro	27,948	11,940,930	0.23%
Condominio Batel	53,608	11,940,930	0.45%
Condominio Cyrela By PiniFarina	21,691	11,940,930	0.18%
Condominio Dona Margarida Ii	21,616	11,940,930	0.18%
Condominio Edificio Artisan	28,350	11,940,930	0.24%
Condominio Jardins - Sub. Jardim De Veneto	44,444	11,940,930	0.37%
Condominio Le Parc Boa Viagem Residencial Resort	36,810	11,940,930	0.31%
Condominio Le Parc Residencial Resort (Salvador)	38,034	11,940,930	0.32%
Condominio Lead Americas	174,313	11,940,930	1.46%
Condominio Living Moovie (Caminho Do Mar)	43,660	11,940,930	0.37%
Condominio Menai Tatuapé	60,891	11,940,930	0.51%
Condominio Panamérica Brickell - Bento Branco I	91,775	11,940,930	0.77%
Condominio Pleno Residencial	66,839	11,940,930	0.56%
Condominio Por Do Sol	136,953	11,940,930	1.15%
Condominio Reserva Morumbi	64,537	11,940,930	0.54%
Condominio Thera Faria Lima Pinheiros	47,153	11,940,930	0.39%
Condominio Vista Park Residencial	81,898	11,940,930	0.69%
Cosmopolitan High Garden	23,860	11,940,930	0.20%
Cosmopolitan Higienopolis	46,802	11,940,930	0.39%
Cosmopolitan Santa Cecilia	38,915	11,940,930	0.33%
Cyrela Cypriani 955	26,815	11,940,930	0.22%
Cyrela Inspired	21,920	11,940,930	0.18%
Cyrela Sul 001 - Medplex Norte	77,569	11,940,930	0.65%
Cyrela Sul 001 - Medplex Sul	50,739	11,940,930	0.42%
Cyrela Year Edition - Maracanã	35,580	11,940,930	0.30%
Dona Carolina	44,982	11,940,930	0.38%
Dona Margarida	34,804	11,940,930	0.29%
Duo Concept	47,362	11,940,930	0.40%
Edificio Gioia	22,241	11,940,930	0.19%
Edificio K By Cyrela	70,580	11,940,930	0.59%
Edificio Mandarin (Belém)	27,504	11,940,930	0.23%
Edificio Mirage Bay	31,333	11,940,930	0.26%
Edificio Vetrino	30,391	11,940,930	0.25%
Encontro Imigrantes - Bandeirantes	104,961	11,940,930	0.88%
Essenza Moema	68,521	11,940,930	0.57%
Fatto Momentos	29,595	11,940,930	0.25%
Fatto Move	51,707	11,940,930	0.43%

Project Description	Consolidated RET-CRI	Total Consolidated	% Assets
Fatto Novo Panamby	26,302	11,940,930	0.22%
Friends Residencial	27,184	11,940,930	0.23%
Grupamento 360 Graus On The Park	169,221	11,940,930	1.42%
Grupamento Residencial Majestic	67,713	11,940,930	0.57%
Grupamento Residencial Reserva Jardim	24,816	11,940,930	0.21%
In Mare Bali Residencial Resort	39,902	11,940,930	0.33%
Inspire Flores	61,584	11,940,930	0.52%
Invite Taquaral	40,223	11,940,930	0.34%
Jardim De Provence (Fase 1)	64,297	11,940,930	0.54%
Jardim De Valencia	44,321	11,940,930	0.37%
João Dias -Wish	29,738	11,940,930	0.25%
Le France	66,511	11,940,930	0.56%
Leopoldo Couto (Heritage)	46,102	11,940,930	0.39%
Living Dom Jayme - Suit São Bernardo	71,315	11,940,930	0.60%
Living Hamony Sacomã	23,396	11,940,930	0.20%
Living Itirapina	54,567	11,940,930	0.46%
Living Magic - Colgate	86,304	11,940,930	0.72%
Living Magic 2	42,418	11,940,930	0.36%
Living Resort -Alpes	35,648	11,940,930	0.30%
Maayan	28,732	11,940,930	0.24%
Med Plex Eixo Norte	37,502	11,940,930	0.31%
Misti Morumbi	116,788	11,940,930	0.98%
Neo Life Residencial	34,512	11,940,930	0.29%
New Residence Ipiranga	44,358	11,940,930	0.37%
Next Office Castanheira	29,547	11,940,930	0.25%
Nobre Norte Clube Residencial	105,309	11,940,930	0.88%
Now Studios Ipiranga	25,439	11,940,930	0.21%
Ocean Pontal Residence & Beach Place	189,022	11,940,930	1.58%
One Sixty	124,726	11,940,930	1.04%
Passeio Do Bosque-Bonfiglioli	40,207	11,940,930	0.34%
Pedra Bonita	33,153	11,940,930	0.28%
Peninsula - Q. 9 Lote 7	52,999	11,940,930	0.44%
Praça Piratininga	30,385	11,940,930	0.25%
Praticidade By Plano&Plano	49,335	11,940,930	0.41%
Reserva Ipanema	28,096	11,940,930	0.24%
Riserva Golf Vista Mare Residenziale (Fase 1)	389,488	11,940,930	3.26%
Riserva Golf Vista Mare Residenziale (Fase 2)	37,962	11,940,930	0.32%
Rjz Cyrela Like Residencial Club	133,012	11,940,930	1.11%
Saint Barth	27,501	11,940,930	0.23%
Storia Vila Clementino – By Cyrela	30,159	11,940,930	0.25%
Teodoro Da Silva	22,209	11,940,930	0.19%
Terrabela Planalto	37,957	11,940,930	0.32%
Terreno Plinio Lampert	23,494	11,940,930	0.20%
Tom1102	33,088	11,940,930	0.28%
Tree Morumbi	57,074	11,940,930	0.48%
Urban Office E Hotel	46,003	11,940,930	0.39%
Varanda Botanic.	37,155	11,940,930	0.31%
Vega Luxury Design Offices	34,404	11,940,930	0.29%
Verdant Valley Residence	95,859	11,940,930	0.80%
Verdant Village Residence	34,072	11,940,930	0.29%
Vitamare Neoville Florianópolis	20,029	11,940,930	0.17%
Vitória Régia	21,159	11,940,930	0.18%
Way Orquidário	112,812	11,940,930	0.94%
<b>Total</b>	<b>5,704,972</b>	<b>11,940,930</b>	<b>47.78%</b>
Other 225 projects with assets of up to R\$ 5.000	273,689	11,940,930	2.29%
Other 21 projects with assets above R\$ 5.001 up to R\$ 10.000	149,011	11,940,930	1.25%
Other 24 projects with assets above R\$ 10.001 up to R\$ 15.000	304,202	11,940,930	2.55%
Other 14 projects with assets above R\$ 15.001 up to R\$ 20.000	253,667	11,940,930	2.12%
<b>Total</b>	<b>6,685,541</b>	<b>11,940,930</b>	<b>55.99%</b>

## 23. BENEFITS TO OFFICERS AND EMPLOYEES

Benefits to employees and administrators are all in the form of remuneration paid, payable, provided by the Company or on behalf of it, in exchange for services that are provided to the Company.

### a) Post-retirement benefits

The Company and its subsidiaries do not provide private pension plans to its employees, but make monthly contributions based on social security payroll, which are recorded in expenses at the accrual system.

### b) Profit sharing program

The Company and other Group's companies have a profit sharing program in accordance with the collective agreement entered into with the São Paulo Civil Construction Worker Industries' Union. On March 31, 2017, this provision is R\$3,804 (R\$338 on March 31, 2016), recorded in income under caption "General and administrative expenses" and in liabilities under "Salaries, payroll charges and interests", based on indicators and parameters defined in signed agreement and on projections of results.

### c) Stock options

#### Plan description

To take part in the program, manager or collaborator must acquire shares from the Company at predefined terms, using own resources or resources deriving solely from receipt of annual bonus granted according to prevailing remuneration policy.

In return for acquisition of shares, the Company enters or will enter into an Instrument for the Grant of Stock Options with each beneficiary; through this instrument, the Company grants stock options within previously-defined limits and conditions to each acquired share.

Calculation of these amounts and accounting recognition of stock options are performed in accordance with criteria established in CVM Resolution No. 650/10 – Share-based Payments (CPC 10 (R1)).

Number of granted stock options, grace period and exercise period approved in the Company's Shareholders' Meeting are commented below:

## Plan's quantities, values and terms

	Plans granted on								
	2007	2008	2011	2012	2013	2014	2015	2016	
	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	10/01/2016	
			Five (5) years Three (3) years Two and a half (2.5) years		Three (3) years Five (5) years Two (2) years	Three (3) years Five (5) 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 04/28/2013		Three (3) years Five (5) years 04/27/2015			Five (5) years 08/10/2020	Five (5) years 10/01/2021	
Exercise period			08/10/2016 08/10/2014 02/10/2014		05/30/2018 04/30/2016 05/30/2015	05/02/2017 05/02/2019			
Average strike price	R\$ 0.01	R\$ 0.01	R\$ 0.01	R\$ 0.01	R\$ 0.01	R\$ 0.01	R\$ 0.01	R\$ 0.01	
	2007	2008	2011	2012	2013	2014	2015	2016	Total
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
Granted shares	46,148	-	-	-	-	-	-	-	46,148
Exercised shares	(1,872,167)	-	-	-	-	-	-	-	(1,872,167)
Cancelled shares	(447)	-	-	-	-	(6,425)	-	-	(6,872)
Number of shares at 03/31/2016	972,014	11,533	275,828	161,508	2,139,793	518,819	77,600	-	4,157,095
Number of shares at 12/31/2016	161,894	11,533	-	148,908	1,934,740	523,485	77,600	200,000	3,058,160
Granted shares	-	224	-	-	-	-	-	-	224
Exercised shares	-	(224)	-	-	-	-	-	-	(224)
Number of shares at 03/31/2017	161,894	11,533	-	148,908	1,934,740	523,485	77,600	200,000	3,058,160

Market value of each stock option is estimated on grant date using “Black-Scholes” model of share pricing, which uses grant price, exercise price, grace period, volatility of share price, percentage of distributed dividends, and risk-free rate as basic assumptions.

Amounts of amortizations recorded as expenses in interim financial information, as a contra-entry to the Company's shareholders' equity from grant date to March 31, 2017, are described below:

Plan	Average strike price	Grant Date	Accumulated expenses 03/2017	Accumulated expenses 03/2016
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	78,303	77,339
2008	0.01	04/29/2008	22,451	22,451
2011	0.01	08/11/2011	3,794	4,055
2012	0.01	05/02/2012	5,967	4,806
2013	0.01	03/28/2013 05/02/2013 10/01/2013 12/12/2013	26,855	22,494
2014	0.01	05/02/2014	5,995	3,172
2015	0.01	08/10/2015	162	60
2016	0.01	10/01/2016	247	-
		<b>Total</b>	<b>146,518</b>	<b>137,121</b>

## 24. FINANCIAL INSTRUMENTS

### a) Financial instruments' analysis

The Company and its subsidiaries are parties in transactions involving financial instruments, all recorded in assets and liabilities, which are designed to satisfy their needs, and to reduce credit, currency and foreign exchange and interest rate risk exposure. The management of these risks is performed by means of the definition of strategies, establishment of control systems and determination of limits of positions.

The Company and its subsidiaries assessed their financial assets and liabilities in relation to market values, based on information available and appropriate assessment methodologies. Nevertheless, the interpretation of market data and the selection of valuation methods require considerable judgment and estimates in order to calculate the best estimate of their realizable value as such, the estimates presented do not necessarily reflect the current market values. The use of different market estimates and/or methodologies may have a material impact on estimated realizable values.

No transactions involving financial instruments are performed with a speculative purpose.

	Individual		Consolidated		Classification
	03/2017	2016	03/2017	2016	
<b>FINANCIAL ASSETS</b>	<b>1,536,843</b>	<b>1,441,762</b>	<b>5,578,560</b>	<b>5,432,126</b>	
Cash and cash equivalents	171,824	281,963	458,946	513,757	Fair value through profit or loss
Securities	610,780	383,832	1,335,408	1,033,670	Fair value through profit or loss
Securities - NTNB	115,176	114,469	182,593	150,864	Fair value through profit or loss
Trade receivables	12,008	11,620	3,261,831	3,379,792	Loans and receivables
Related Parties	620,832	643,465	322,866	340,973	Loans and receivables
Current accounts with venture partners	6,223	6,413	16,916	13,070	Loans and receivables
<b>FINANCIAL LIABILITIES</b>	<b>1,288,267</b>	<b>1,192,884</b>	<b>4,106,033</b>	<b>3,980,204</b>	
Loans and financing	615,828	612,947	2,925,046	2,870,821	Liabilities at amortized cost
Debentures	43,901	45,640	43,901	45,640	Liabilities at amortized cost
Certificates of Real Estate Receivables (CRIs)	566,563	477,937	597,019	507,203	Liabilities at amortized cost
Trade payables and provision for warranty	8,118	5,878	295,291	284,844	Liabilities at amortized cost
Payables for property acquisitions	-	-	137,263	161,457	Liabilities at amortized cost
Related Parties	53,857	50,482	63,651	64,812	Liabilities at amortized cost
Current accounts with venture partners	-	-	43,862	45,427	Liabilities at amortized cost

### b) Fair value of financial assets and liabilities

Fair value of financial assets and liabilities is the value by which the instrument may be exchanged in a current transaction between parties that are willing to negotiate, and not in a forced sale or settlement.

The following methods and assumptions were adopted to estimate the fair value:

- Cash equivalents, accounts payable to suppliers and other short-term obligations measured at amortized cost approximate their respective market value.

- Accounts receivable: accounts receivable from units completed correspond to contract value on sale date. Accounts receivable related to units in progress are recognized according to construction work evolution and present value is recorded to state these amounts at market value at the time of income recognition.
- Debentures issued by the Company have public character and allow comparison with other instruments at market value. The Company considers that the book value of the debentures is the value that most approximates the market value of these securities.
- Securities are remunerated at CDI, according to quotations disclosed by respective financial institution; therefore, recorded value of these securities is not significantly different from market value.

c) Sensitivity analysis of financial assets and liabilities

Financial assets

Based on probable scenario in the next 12 months for accumulated CDI, scenarios with financial assets' deterioration of 25% and 50% were defined. Probable rate for accumulated CDI in the next 12 months was defined – 9.67% p.a. – based on pre-swap reference rates x one-year DI disclosed by BM&FBOVESPA and alternative scenarios considering CDI of 7.25% p.a. and 4.83% p.a. The "gross financial income" was calculated for each scenario, not taking into account the incidence of taxes on investment yields. Sensitivity of securities to scenarios of monthly average remuneration was calculated based on balance on March 31, 2017. For cases in which risk factor is the variation in US dollar rate over the following 12-month scenario, of R\$ 3.66, scenarios with deterioration of 25% and 50% were defined, considering North-American dollar at R\$2.75 and R\$1.83, respectively.

Said rates used for market projections were extracted from an external source.

Transaction	Position 03/2017	Risk Factor	Scenario I Probable	Scenario II	Scenario III
Investment fund - fixed income	922,500	CDI	9.67%	7.25%	4.83%
Projected income			89,206	66,881	44,557
Sundry investment funds	41,688	CDI	9.67%	7.25%	4.83%
			4,031	3,022	2,014
Bank certificates of deposit	574,944	CDI	9.67%	7.25%	4.83%
Projected income			55,597	41,683	27,770
Federal government bonds – NTN-B	182,593	IPCA	4.70%	3.53%	2.35%
Projected income			8,582	6,436	4,291
Other	49,330	IGPM	19.73%	17.80%	15.86%
			9,733	8,781	7,824
	<u>1,771,055</u>		<u>167,149</u>	<u>126,803</u>	<u>86,456</u>

Financial liabilities

The Company has securities (debentures and CRI's) at the total amount of R\$643.099, gross of issuance expenditures, that are remunerate at interest rates of 100% of CDI plus 0.65% p.a., and from 98% to 108% of CDI, respectively. In order to verify the sensitivity of indebtedness linked to CDI, interest rate risk factor to which the Company had a liability exposure on March 31, 2017, 03 different scenarios were defined. Accumulated CDI probable rate for the next 12-month period of 9.67% p.a. was defined based on pre-swap



reference rate x one-year DI disclosed by BM&FBOVESPA, which is equivalent to probable scenarios listed below. Based on probable scenario for CDI, deterioration scenarios with average rate of 12.09% p.a. and 14.51% p.a. were defined for the following 12 months. Sensitivity of financial expenses to CDI variation risk scenarios was calculated based on balances existing on March 31, 2017, gross of issuance expenditures, as highlighted below:

Transaction	Position 03/2017	Risk Factor	Scenario I Probable	Scenario II	Scenario III
Debentures CYRE 12 e 22	43,901	CDI	10.38%	12.82%	15.25%
Projected expense			4,557	5,628	6,695
CRI - 1ª Issue	45,275	CDI	10.38%	15.68%	15.60%
Projected expense			4,700	7,099	7,063
CRI - 2ª Issue	157,799	CDI	12.53%	11.83%	18.84%
Projected expense			19,772	18,668	29,729
CRI - 5ª Issue	157,994	CDI	9.47%	11.83%	14.20%
Projected expense			14,962	18,691	22,435
CRI - 6ª Issue	207,079	CDI	9.47%	11.83%	14.20%
Projected expense			19,610	24,497	29,405
CRI - 7ª Issue	31,052	CDI	9.67%	12.09%	14.51%
Projected expense			3,003	3,754	4,506
<b>Total</b>	<b>643,099</b>		<b>66,604</b>	<b>78,337</b>	<b>99,833</b>

Financing for the construction of properties are subject to interest of 9.20% p.a., as average, indexed at Reference Rate. Accordingly, for the purpose of showing sensitivity of “financial expenses” to Reference Rate, interest rate risk factor to which the Company is exposed on March 31, 2017, three different scenarios were defined. Future Reference Rate (12 months) was used based on projection of Reference Rate for one year, which is equivalent to probable Reference Rate scenario of 0.02% p.a. Based on probable scenario for Reference Rate, scenarios with deteriorations of 25% and 50% were defined, and annual rate applied to financing of construction work was recalculated. For each scenario, financial expenses were calculated not taking into consideration tax effects and payment flow scheduled for 2017. Sensitivity of financial expenses was calculated based on balance existing on March 31, 2017.

Debt assumed with the National Bank for Economic and Social Development (BNDES) is remunerated at 3.78% p.a., added to TJLP (long-term reference rate). For the purpose of verifying sensitivity of indebtedness pegged to TJLP, interest rates risk factors to which the Company was exposed on base date March 31, 2017, three different scenarios were defined using TJLP of 7% p.a. for probable scenario. Based on it, scenarios with deteriorations of 25% and 50% were defined and annual rate applied to this financing was recalculated as follows:

Transaction	Position 03/2017	Risk Factor	Scenario I Probable	Scenario II	Scenario III
BNDES	101,103	TJLP	11.04%	12.86%	14.68%
Projected expense			11,162	13,002	14,842
Domestic borrowing	688,563	CDI e TR	10.09%	10.96%	11.78%
Projected expense			69,476	75,467	81,113
Construction financing	2,139,159	TR	9.22%	9.23%	9.23%
Projected expense			197,230	197,444	197,444
	<b>2,928,825</b>		<b>277,868</b>	<b>285,913</b>	<b>293,399</b>

d) Operation with derivative financial instrument

According to CVM Resolution no. 550 dated October 17, 2008 states that public companies must disclose, in a specific explanatory note, information on all derivative financial instruments. Derivative financial instruments are used by the Company to manage market risks related to interest rate, mainly for CCB-type loans, which are fixed.

(i) Cash flow swap

This type of swap permits payment of interest difference during contract period at periodic intervals (constant flow). The Company has two transactions of that type:

- ✓ The Company is in the long leg at fixed rate of 10.52% p.a. and in the short leg at rate of 85.03% of CDI, contracted on June 8, 2015, with maturity on May 6, 2019 and amortization of principal value in the last four months of the contract.

Description	Original amount in R\$ thousand	Long position (Cyrela)	Short position (Banco Morgan Stanley)	Fair value Position (Cyrela).
Cash flow swap linked to borrowing	200,000	10.52% p.a.	85.03% CDI	(399)

- ✓ The Company is in the long leg at fixed rate of 10.59% p.a. and in the short leg at rate of 71.86% of CDI, contracted on February 01, 2016, with maturity on February 5, 2019 and amortization of principal value on contract maturity.

Description	Original amount in R\$ thousand	Long position (Cyrela)	Short position (Banco Morgan Stanley)	Fair value Position (Cyrela).
Cash flow swap linked to borrowing	145,439	10.59% p.a.	71.86% CDI	367

e) Considerations on capital risks and management

Key market risks to which the Company and its subsidiaries are exposed to in conducting their activities are:

(i) Market risk

The market risk is the risk that the fair value of future cash flows of a financial instrument will float due to variations in market prices. Market prices are affected by two types of risk: interest rate and foreign exchange risk. Financial instruments affected by market risk include securities, accounts receivable, accounts payable, loans payable, financial instruments available for sale and derivative financial instruments.

- Interest rate risk: results of the Company and its subsidiaries are liable to variations of interest rates levied on securities and debts at variable interest rates, mainly at CDI.
- Risk of client contract cancellation: The Company efficiently applies its policies for credit analysis for the purpose of guaranteeing credit at the end of construction work

and definitive client transfer to the bank. In spite of that, a greater number of clients have sought the Company to cancel their respective purchase and sale promise agreements, reflex of Brazilian economic retraction.

- Interest rates on loans and financing, debentures, and CRIS are mentioned in notes 10, 11 and 12. Contracted interest rates on securities are mentioned in note 4. Accounts receivable from completed properties, as mentioned in note 5, bear interest of 12% p.a. plus inflation adjustment at the General Price Index – Market (IGP-M), recognized on a “pro rata temporis” basis. In addition, as mentioned in note 13, a substantial portion of balances held with related parties and balances held with partners in joint ventures are not subject to financial charges and are presented in accordance with amounts agreed-upon by the parties.
- Currency risk: the Company had operations in foreign currencies were exposed to market risks deriving from changes in quotations of respective foreign currencies. Any change in foreign exchange rate may increase or reduce said balances. As of March 31, 2017 and December 31, 2016, the Company did not present balance of loans in foreign currency. Securities in foreign currency presented balance of R\$5,804 on March 31, 2017 (did not present balance as of December 31, 2016), and this exposure was protected by future receivables from real estate development already delivered in Argentina, in US dollars.

(ii) Credit risk

Credit risk is the risk of a business counterpart not complying with obligations provided in a financial instrument or contract with client, resulting in financial loss. The Company is exposed to credit risk from its operating activities (especially with respect to accounts receivable).

The credit risk in Company’s operating activities is managed by specific client acceptance rules, credit analysis and setting of limits of exposure by the client, which are periodically reviewed.

In addition, Management conducts periodic analyses to identify if there are objective evidences that economic benefits associated to recognized income may not flow to the entity. Examples: (i) late payment of installments; (ii) unfavorable local or national economic conditions; among others. In case there are such evidences, respective provision for cancellation of agreement is recorded. Amount to be recorded in this provision considers that the property will be recovered by the Company, that possible amounts may be retained upon payment of indemnities to respective promising buyers, among others.

(iii) Liquidity risk

The liquidity risk consists of the eventuality of the Company and its subsidiaries not having sufficient financial resources to honor their commitments on account of the different currencies and settlement terms of their rights and obligations.

Control of the liquidity and cash flow of the Company and its subsidiaries is monitored daily by the Company's management areas, in order to guarantee that operating cash generation and the previous obtainment of funding, when necessary, are sufficient for the maintenance of its schedule of commitments, not generating liquidity risks for the Company and its subsidiaries.

(iv) Capital management

Company's capital management aims to ensure that a proper credit rating is maintained before institutions, as well as a strong capital relationship, so as to support Company's business and leverage shareholders' value.

The Company controls its capital structure by adjusting it to the current economic conditions. In order to maintain an adjusted structure, the Company may pay dividends, return capital to the shareholders, take out new loans and issuances of debentures. Since the year ended December 31, 2008, there was no change in the objectives, policies or processes of capital structure.

The Company includes in its net debt structure (adjusted debt): loans, financing, debentures, and CRI's (net of issuance expenses), less cash and cash equivalents and securities.

		Individual		Consolidated	
		03/2017	2016	03/2017	2016
(+) Inflation adjusted debt (principal):	(i)	1,192,851	1,121,615	3,516,665	3,396,188
(-) Cash and Cash Equivalents, and securities		(897,780)	(780,264)	(1,976,947)	(1,698,291)
<b>Net debt</b>		<b>295,071</b>	<b>341,351</b>	<b>1,539,718</b>	<b>1,697,897</b>

(i) Comprised of loans and financing, debentures and CRI's, gross of issuance expenditures.

## 25. GROSS INCOME

We present below the breakdown of net income and costs related to income, presented in the statement of income:

	<b>Individual</b>		<b>Consolidated</b>	
	<b>01/01/2017</b>	<b>01/01/2016</b>	<b>01/01/2017</b>	<b>01/01/2016</b>
	<b>at</b>	<b>at</b>	<b>at</b>	<b>at</b>
	<b>03/31/2017</b>	<b>03/31/2016</b>	<b>03/31/2017</b>	<b>03/31/2016</b>
<b>Gross revenue</b>				
Real estate development and resale	597	1,469	678,581	799,333
Land subdivision	605	3,563	16,224	20,950
Service rendering and other	-	-	17,607	12,943
	<u>1,202</u>	<u>5,032</u>	<u>712,412</u>	<u>833,226</u>
Deductions from gross revenue	(22)	(220)	(20,025)	(22,520)
<b>Net revenue</b>	<u>1,180</u>	<u>4,812</u>	<u>692,387</u>	<u>810,706</u>
<b>Cost of sales and services</b>				
Real estate sold	(748)	(944)	(463,095)	(508,878)
Land subdivision	(238)	(1,048)	(6,748)	(8,982)
Service rendering	(389)	-	(7,527)	(10,585)
	<u>(1,375)</u>	<u>(1,992)</u>	<u>(477,370)</u>	<u>(528,445)</u>
<b>Gross profit</b>	<u>(195)</u>	<u>2,820</u>	<u>215,017</u>	<u>282,261</u>

## 26. SALES EXPENSES

The main expenditures incurred in the years may be presented as follows:

	<b>Individual</b>		<b>Consolidated</b>	
	<b>01/01/2017</b>	<b>01/01/2016</b>	<b>01/01/2017</b>	<b>01/01/2016</b>
	<b>at</b>	<b>at</b>	<b>at</b>	<b>at</b>
	<b>03/31/2017</b>	<b>03/31/2016</b>	<b>03/31/2017</b>	<b>03/31/2016</b>
Sales stands	(40)	-	(24,141)	(28,127)
Advertising and publicity (media)	-	-	(14,901)	(17,899)
Professional services	(3,015)	(1,672)	(22,685)	(28,973)
Inventory maintance	(1)	(55)	(16,419)	(13,379)
Other selling expenses (i)	-	-	(9,230)	(13,998)
	<u>(3,055)</u>	<u>(1,727)</u>	<u>(87,376)</u>	<u>(102,376)</u>

(i) Refers to recognized expenses with sales commission, salaries and other expenses of the Group's sale companies.

## 27. GENERAL AND ADMINISTRATIVE EXPENSES

Main expenditures incurred over the years may be presented as follows:

	<b>Individual</b>		<b>Consolidated</b>	
	<b>01/01/2017</b>	<b>01/01/2016</b>	<b>01/01/2017</b>	<b>01/01/2016</b>
	<b>at</b>	<b>at</b>	<b>at</b>	<b>at</b>
	<b>03/31/2017</b>	<b>03/31/2016</b>	<b>03/31/2017</b>	<b>03/31/2016</b>
Payroll and related taxes	(8,382)	(10,534)	(29,164)	(35,450)
Profit sharing (PLR)	(4,003)	7,756	(3,804)	338
Share-based expense (stock options)	(1,708)	(4,189)	(1,708)	(4,189)
Professional services	(8,941)	(7,492)	(23,535)	(20,313)
Leases, travel and representations	(3,538)	(3,963)	(7,217)	(10,982)
Indemnities for sundry risks (i)	(433)	(91)	(20,752)	(16,589)
Other administrative expenses	(4,956)	(4,773)	(11,829)	(6,194)
	<b><u>(31,962)</u></b>	<b><u>(23,286)</u></b>	<b><u>(98,009)</u></b>	<b><u>(93,379)</u></b>

(i) As Note 19.

## 28. FINANCIAL INCOME (LOSS)

The main expenditures and income incurred in the years may be presented as follow:

	<b>Individual</b>		<b>Consolidated</b>	
	<b>01/01/2017</b>	<b>01/01/2016</b>	<b>01/01/2017</b>	<b>01/01/2016</b>
	<b>at</b>	<b>at</b>	<b>at</b>	<b>at</b>
	<b>03/31/2017</b>	<b>03/31/2016</b>	<b>03/31/2017</b>	<b>03/31/2016</b>
<b>Finance Costs:</b>				
Interest - National Housing System (SFH)	-	-	(53,670)	(62,382)
Interest - domestic and foreign financing	(34,483)	(35,821)	(38,873)	(44,357)
Interest Capitalization	819	2,211	50,242	58,289
Inflation adjustments	(2,005)	(2,808)	(2,792)	(3,870)
Banking Fees	(1,886)	(1,921)	(3,118)	(3,628)
Discounts granted	-	(72)	(470)	(109)
Other finance costs	(948)	(766)	(3,319)	(3,226)
	<b><u>(38,503)</u></b>	<b><u>(39,177)</u></b>	<b><u>(52,000)</u></b>	<b><u>(59,283)</u></b>
<b>Finance income:</b>				
Income from short-term investments	25,091	41,648	49,469	68,422
Inflation adjustments	59	319	4,394	4,195
Discounts obtained	-	-	61	219
Sundry interest gains	12,407	2,831	11,061	7,905
Other finance income	557	589	2,492	1,442
Cofins/Pis on finance income	(1,780)	(2,120)	(2,510)	(2,643)
	<b><u>36,334</u></b>	<b><u>43,267</u></b>	<b><u>64,967</u></b>	<b><u>79,540</u></b>
<b>Finance income (costs)</b>	<b><u>(2,169)</u></b>	<b><u>4,090</u></b>	<b><u>12,967</u></b>	<b><u>20,257</u></b>

## 29. EARNINGS PER SHARE

Earnings per share is basically calculated by dividing net income for the period attributed to holders of the parent company's common shares by the weighted average number of common shares available during the year.

Diluted earnings per share are calculated by dividing net income attributed to the Parent Company's common shareholders by weighted average number of common shares available in the year plus weighted average number of common shares that would be issued upon conversion of all potentially diluting common shares into common shares.

#### Percentage of dilution interest

	03/2017	03/2016
<b>Basic and diluted earnings per share</b>		
Profit for the period	4,025	61,271
Number of outstanding shares (-) treasury	382,149	380,953
<b>Earnings per share</b>	<b>0.01053</b>	<b>0.16084</b>
Weighted average number of shares in the year	376,985	380,720
<b>Basic earnings per share</b>	<b>0.01068</b>	<b>0.16093</b>
<b>Diluted earnings per share:</b>		
Weighted average number of shares in the year	376,985	380,720
Increase in the number of shares arising on the Stock Option Plans if all granted stock options were exercised	3,058	4,157
Average number of shares during the plans - Diluted	380,043	384,877
<b>Diluted earnings per share</b>	<b>0.01059</b>	<b>0.15920</b>

### 30. SEGMENT REPORTING

#### a) Criteria for identifying operating segments

The Company defined segmentation of its operating structure taking into consideration the way in which Management manages the business. Operating segments presented in interim information are as follows:

- (i) Merger activity.
- (ii) Service fee income

Development segment contemplates sale and resale of properties and allotment activity and is subdivided and presented in accordance with developed product to be traded, as follows:

- (i) Cyrela Products: projects defined by the Launching Committee as high standard and luxury, both belonging to the parent company and to joint ventures, are classified.
- (ii) Living products plus MCMV (government real estate project): projects defined by the Launching Committee as Living or *Minha Casa, Minha Vida*, both belonging to the parent company and to joint ventures, are classified.

Information on allotment activities and provision of services is presented in this note under term "Others".

b) Consolidated information from operating segments

	Consolidated 03/2017				
	Cyrela	Living + MCMV	Other	Corporate	Total
Net revenue	454,244	205,106	33,037	-	692,387
Cost of sales and services	(302,841)	(151,628)	(22,901)	-	(477,370)
<b>Gross profit</b>	<b>151,403</b>	<b>53,478</b>	<b>10,136</b>	<b>-</b>	<b>215,017</b>
Operating expenses	(44,908)	(31,963)	(10,505)	(90,911)	(178,287)
<b>Operating income (expenses) before finance income (costs)</b>	<b>106,495</b>	<b>21,515</b>	<b>(369)</b>	<b>(90,911)</b>	<b>36,730</b>
<b>Total assets</b>	<b>5,472,848</b>	<b>3,587,800</b>	<b>106,233</b>	<b>2,781,684</b>	<b>11,948,565</b>
<b>Total liabilities</b>	<b>1,971,509</b>	<b>1,623,199</b>	<b>41,117</b>	<b>1,533,089</b>	<b>5,168,914</b>
<b>Equity</b>	<b>3,501,339</b>	<b>1,964,601</b>	<b>65,116</b>	<b>1,248,595</b>	<b>6,779,651</b>

	Consolidated 03/2016				
	Cyrela	Living + MCMV	Other	Corporate	Total
Net revenue	472,317	305,412	32,977	-	810,706
Cost of sales and services	(303,244)	(205,634)	(19,567)	-	(528,445)
<b>Gross profit</b>	<b>169,073</b>	<b>99,778</b>	<b>13,410</b>	<b>-</b>	<b>282,261</b>
Operating expenses	(44,829)	(24,323)	(33,224)	(93,025)	(195,401)
<b>Operating income (expenses) before finance income (costs)</b>	<b>124,244</b>	<b>75,455</b>	<b>(19,814)</b>	<b>(93,025)</b>	<b>86,860</b>
<b>Total assets</b>	<b>6,003,589</b>	<b>3,074,073</b>	<b>109,994</b>	<b>3,479,188</b>	<b>12,666,844</b>
<b>Total liabilities</b>	<b>2,499,283</b>	<b>1,414,238</b>	<b>40,588</b>	<b>1,979,652</b>	<b>5,933,761</b>
<b>Equity</b>	<b>3,504,306</b>	<b>1,659,835</b>	<b>69,406</b>	<b>1,499,536</b>	<b>6,733,083</b>

Amounts presented as corporative values involve mainly expenses of the corporate unit not allocated to other segments.

c) Information on net sales

A substantial portion of consolidated net income derives from Brazilian domestic market.

d) Information on main clients

The Company and its investees' clients do not concentrate relevant interest (above 10%) in their joint ventures which could affect operating results.

### 31. INSURANCE

The Company and its subsidiaries maintain insurance as shown below, to cover possible risks on its assets and/or responsibilities:

a) Engineering risk:

- (i) Basic – R\$1,572,030: cover accidents (sudden and unforeseen cause) in construction work site, such as damages caused by nature or by force majeure, wind, storm, ray, flood, earthquake, damage inherent to construction work, use of faulty or improper material, failures in construction, and collapse of structures.
- (ii) Projects - R\$ 1,572,030: coverage of indirect damages caused by possible project errors.
- (iii) Stationary - R\$470: cover incidents with mobile and stationary equipment, and with small tools.
- (iv) Other - R\$252,457: refers to extraordinary expenses, debris removal, riots, strikes and civil commotion, among others.



- b) Sales stand: fire - R\$13,250, theft - R\$530, and other risks - R\$1,775.
- c) Sundry risks: theft - R\$ 150.
- d) Contractual guarantees: R\$ 152,788.
- e) Risk of physical damage to mortgaged properties: R\$ 650,863.
- f) Construction risks - civil liability - R\$ 96,000.
- g) Civil Liability on actions of Officers and Managers— R\$ 93,900

### 32. SUBSEQUENT EVENTS

On April 28, 2017, the Company concluded subscription of 7,858,174 common, nominative, registered shares, with no par value, of Tecnisa S/A, totaling R\$20,431 and equivalent to 13.6% of total capital increase offer.

After presentation and discussion of the proposal of the Company's Board of Directors, destination of net income for year ended December 31, 2016, amounting to R\$151,352, was unanimously approved, as follows:

1. R\$7,568 allocated to legal reserve.
2. R\$107,838 destined to statutory earnings reserve denominated expansion reserve, pursuant to the terms of Article 40, "f", of the Company's Bylaws.
3. R\$35,946 destined to distribution of minimum mandatory dividends, pursuant to the terms of Article 27, "n", of the Company's Bylaws for year ended December 31, 2016; every common share will be entitled to dividends of R\$0.094063270.

### 33. APPROVAL OF INTERIM FINANCIAL INFORMATION

The Company's consolidated and individual interim information was approved in the Board of Directors' Meeting held on May 11, 2017.

In compliance with provisions of CVM Instruction no. 480/09, the Company's executive board declared that it discussed, reviewed and agreed with the Company's individual and consolidated interim information and with conclusion expressed in the independent auditors' report for the period ended March 31, 2017.

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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 03/31/2017 (Shares in Units)	
Shareholder	Common Shares		Total	
	Number	%	Number	%
Eirenor Sociedad Anônima (1)	15,447,468	3.9%	15,447,468	3.9%
Elie Horn	96,738,747	24.2%	96,738,747	24.2%
EH Capital Management (2)	7,502,400	1.9%	7,502,400	1.9%
Dynamo	23,279,471	5.8%	23,279,471	5.8%
Orbis Investment	37,686,193	9.4%	37,686,193	9.4%
Capital Group	22,843,400	5.7%	22,843,400	5.7%
Ações em tesouraria	17,593,309	4.4%	17,593,309	4.4%
Outros	178,651,811	44.7%	178,651,811	44.7%
<b>Total</b>	<b>399,742,799</b>	<b>100.0%</b>	<b>399,742,799</b>	<b>100.0%</b>

(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 03/31/2017				
Shareholders	Number of Common Shares (In Units)	%	Number of Common Shares	%
<b>Controlling Shareholder</b>	128,475,280	32.1%	128,475,280	32.1%
<b>Managers</b>				
Board of Directors	987,354	0.2%	987,354	0.2%
Board of Executive Officers	527,978	0.1%	527,978	0.1%
<b>Fiscal Council</b>	-	0.0%	-	0.0%
Treasury Shares	17,593,309	4.40%	17,593,309	4.4%
<b>Others Shareholders</b>	252,158,878	63.1%	252,158,878	63.1%
<b>Total</b>	<b>399,742,799</b>	<b>100.0%</b>	<b>399,742,799</b>	<b>100.0%</b>
<b>Outstanding Shares</b>	252,1	63.1%	252,1	63.1%

CONSOLIDATED SHAREHOLDING OF CONTROLLING SHAREHOLDERS				
Shareholding on 03/31/2016 (12 months ago)				
Shareholders	Number of Common Shares (In Units)	%	Number of Common Shares (In Units)	%
<b>Controlling</b>	136,104,370	34.0%	136,104,370	34.0%
<b>Shareholder Managers</b>				
Board of Directors	1,483,015	0.4%	1,483,015	0.4%
Board of Executive Officers	595,417	0.1%	595,417	0.1%
<b>Fiscal Council</b>	-	0.0%	-	0.0%
<b>Treasury Shares</b>	18,789,560	4.7%	18,789,560	4.7%
<b>Others Shareholders</b>	242,770,437	60.7%	242,770,437	60.7%
<b>Total</b>	<b>399,742,799</b>	<b>100.0%</b>	<b>399,742,799</b>	<b>100.0%</b>
<b>Outstanding Shares</b>	242,770,437	60.7%	242,770,437	60.7%

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.