LOG Commercial Properties

2Q15 and 1H15 Results

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LOG COMMERCIAL PROPERTIES ANNOUNCES THE 2Q15 AND 1H15 RESULTS

Belo Horizonte, August 12 2015: LOG Commercial Properties e Participações S.A. (“LOG” ou “Companhia”) announces today the results for the second quarter of 2015 (2Q15) and the first half of 2015 (1H15). The financial information is presented in thousands of Reais (R$ thousand), except where otherwise indicated, and is based on the consolidated financial statements, prepared in accordance with International Financial Reporting Standards (IFRS), the Brazilian Securities Committee (“CVM”) and the Federal Accounting Council (CFC) and all pronouncements issued by CPC.

HIGHLIGHTS

- New leasing contracts of approximately 98 thousand sq.m of GLA in the 1H15, in LOG share.
- Growth of Net Operating Revenue of 51.6% in the 1H15 in relation to the 1H14.
- Growth of Adjusted EBITDA of 1.5% and 68.6% in the second quarter of 2015 in relation to first quarter of 2015 and the second quarter of 2014.
- The Adjusted FFO grew 23.5% and 36.6% in the second quarter of 2015 in relation to the first quarter of 2015 and the second quarter of 2014, respectively.

MANAGEMENT COMMENTS

We are glad to present our operational and financial results after the first six months of 2015. The strategies adopted in our business proved to be positive, especially in our commercial performance. Despite the challenging economic scenario, we leased in the first half of 2015, 98 thousand sq.m of GLA, considering pre-leases, in other words, leasing of areas not yet delivered, confirming that, the decisions made in commercial intelligence, geographical diversification and investments rationalization in new markets proved to be positive and show that we are prepared to keep growing.

Another important aspect of our strategy is the quality of our tenant's portfolio. The Company net delinquency in the end of the first half of 2015, was 1.93%.

We remain cautious on new investments in order to keep the Company's growth sustainable with a balanced capital structure, developing our existing portfolio in consistent pace to the market absorption velocity by balancing construction, deliveries, leases and asset recycling always seeking profitability and return to shareholders. We ended the first half of 2015 with leasing negotiations, that if they occur, new investments will be made in 2015.

Still in the first half of 2015 the Company contracted R$450 million in derivative financial instruments, non-speculative, to protect its exposure to interest rates in the debts linked to CDI variation. Such operations have the purpose of minimize the effects of interest rates raise by replacing post-fixed rate (CDI) to a fixed rate. On 30 June, 2015 the financial instruments protected 74% of our debt linked to CDI. The instruments are due in January 2016 and January 2017.

The Company keeps evaluating the possibility of increasing its protection program through derivative financial instruments either by increasing the volume, or by stretching the protection period (or both), aiming to protect the CDI liabilities to changes in interest rates.

Subsequent Event

On August 7, 2015, it was approved by the Company's Board of Directors, the authorization to approve the sale of part of the land owned by the joint controlled Cabral Investments SPE Ltda. by R$7,500 to MRV Engenharia e Participações S.A..

On August 11, 2015, it was approved by the Company's Board of Directors, the rollover of the R$100,000 working capital loan, due in August 2015, in a single installment with maturity of principal and interest in November 2015, and with the same interest rate of 115% CDI p.a.

OPERATING AND FINANCIAL HIGHLIGHTS

Operating Highlights (in GLA sq.m., in %LOG)	2Q15	1Q15	2Q14	2Q15 x 1Q15	2Q15 x 2Q14	1H15 Accum.	1H14 Accum.	1H15 x 1H14
Portfolio	**1,267,406**	**1,267,738**	**1,354,172**	**0.0%**	**-6.4%**	**1,267,406**	**1,354,172**	**-6.4%**
Warehouses	1,201,802	1,202,133	1,188,766	0.0%	1.1%	1,201,802	1,188,766	1.1%
Retail *	51,136	51,136	51,056	0.0%	0.2%	51,136	51,056	0.2%
Office	14,469	14,469	114,350	0.0%	-87.3%	14,469	114,350	-87.3%
Approved GLA	**67,476**	**4,004**	**41,395**	**1585.2%**	**63.0%**	**1,009,391**	**916,927**	**10.1%**
Warehouses	53,008	2,935	41,395	1706.1%	28.1%	978,775	903,320	8.4%
Retail *	-	1,069	-	-100.0%	0.0%	16,148	13,607	18.7%
Office	14,469	-	-	0.0%	0.0%	14,469	-	0.0%
Built GLA	**2,441**	**5,508**	**38,256**	**-55.7%**	**-93.6%**	**657,864**	**627,544**	**4.8%**
Warehouses	2,441	5,508	36,686	-55.7%	-93.3%	642,673	615,771	4.4%
Retail *	-	-	1,570	0.0%	-100.0%	15,191	11,773	29.0%
Office	-	-	-	0.0%	0.0%	-	-	0.0%
Delivered GLA	**10,167**	**4,714**	**37,802**	**115.7%**	**-73.1%**	**604,065**	**470,550**	**28.4%**
Warehouses	10,167	3,757	37,802	170.6%	-73.1%	588,874	467,929	25.8%
Retail *	-	958	-	-100.0%	0.0%	15,191	2,621	479.6%
Office	-	-	-	0.0%	0.0%	-	-	0.0%

Financial Highlights (in R$ thousand)	2Q15	1Q15	2Q14	2Q15 x 1Q15	2Q15 x 2Q14	1H15	1H14	1H15 x 1H14
Net Operating Revenues	22,394	22,487	15,662	-0.4%	43.0%	44,881	29,608	51.6%
EBITDA	19,740	(6,031)	248,168	-427.3%	-92.0%	13,709	259,029	-94.7%
EBITDA Margin (%)	88.1%	-26.8%	1584.5%	115.0 p.p.	-1496.4 p.p.	30.5%	874.9%	-844.3 p.p.
Adjusted EBITDA **	18,372	18,105	10,899	1.5%	68.6%	36,477	20,618	76.9%
Adjusted EBITDA Margin (%)	82.0%	80.5%	69.6%	1.5 p.p.	12.5 p.p.	81.3%	69.6%	11.6 p.p.
FFO	8,389	(15,827)	244,732	-153.0%	-96.6%	- 7,438	255,656	-102.9%
FFO Margin (%)	37.5%	-70.4%	1562.6%	107.8 p.p.	-1525.1 p.p.	-16.6%	863.5%	-880.0 p.p.
Adjusted FFO **	8,640	6,996	6,323	23.5%	36.6%	15,636	12,191	28.3%
Adjusted FFO Margin (%)	38.6%	31.1%	40.4%	7.5 p.p.	-1.8 p.p.	34.8%	41.2%	-6.3 p.p.

* Retail: Shopping Centers and Strip Malls.

** Adjusted EBITDA and FFO does not consider non recurrent events as Shopping Contagem stake sale, SPE sale and gain/loss with investment properties Fair Value.

*** The operating highlights considers LOG´s JV´s.

OPERATING PERFORMANCE

LOG Portfolio

LOG’s Portfolio as of June 30, 2015 totaled 1.3 million sq.m of GLA, with projects distributed in 25 cities and 9 states nationwide.

LOG’s Portfolio above does not include Parque Industrial Betim – (“PIB”), the only lot project under construction by LOG. This project is being built in an area of 6 million sq.m being 2,8 million sq.m of vendible area, approximately. This is the only LOG project whose units are intended for sale, although LOG has already started studies aiming the implementation of logistics condominiums with the benefit of PIB´s prime location. The potential condominium projects are not included in the Portfolio above.

Performance in generating assets

As of June 30, 2015 we had 604 thousand sq.m of GLA in operation distributed in 17 cities and 8 states, representing 47.7% of LOG’ portfolio in operation.

On June 30, 2015 the Company had built 658 thousand sq.m of GLA, an increase of 4.8%, in relation to the same period previous year.

FINANCIAL PERFORMANCE

Net Operating Revenue

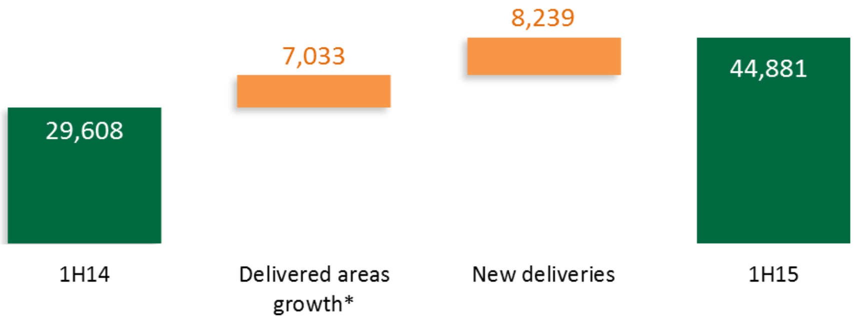
Net Operating Revenue (in R$ thousand)	2Q15	1Q15	2Q14	2Q15 x 1Q15	2Q15 x 2Q14	1H15	1H14	1H15 x 1H14
Net Operating Revenue	**22,394**	**22,487**	**15,662**	**-0.4%**	**43.0%**	**44,881**	**29,608**	**51.6%**
Revenue from Leases	23,848	23,961	16,695	-0.5%	42.8%	47,809	31,537	51.6%
(-) Taxes	(1,454)	(1,474)	(1,033)	-1.4%	40.8%	(2,928)	(1,929)	51.8%

The growth of 51.6% in net operating revenue in the first half of 2015 in relation to the same period of previous year was due to the increase in total leased areas and the gain in rental prices. The reduction of 0.4% in the second quarter of 2015 in relation to the first quarter of 2015, occurred basically due to normal negotiation process with tenants, as well as regular replacement of certain tenants in our projects. Since the third quarter of 2014, on top of revenue leases from warehouses, we also have lease revenue from our first Strip Malls delivered.

Below the operating revenue.

Operating Revenue (in R$ thousand)	2Q15	1Q15	2Q14	2Q15 x 1Q15	2Q15 x 2Q14	1H15	1H14	1H15 x 1H14
Operating Revenue	**23,848**	**23,961**	**16,695**	**-0.5%**	**42.8%**	**47,809**	**31,537**	**51.6%**
Warehouse lease	23,549	23,472	16,077	0.3%	46.5%	47,021	29,885	57.3%
Straight-linning revenue	299	489	618	-38.9%	-51.6%	788	1,652	-52.3%

Evolution of Net Operating Revenues (in R$ thousand)



* Lease revenue growth as a result from the evolution of total leased areas and lease prices growth from delivered GLA as of 30/Jun/14.

Depreciation

Attending the current accounting pronouncements, regarding the allocation of investment properties fair value, the depreciation cost of investment properties which were reflected in the income statement, no longer exist, being the adjustment made solely and exclusively through the assets fair value variation. The effects of any properties appreciation or depreciation will be reflected in the account investment properties fair value variation. However, for tax purposes, the calculation of depreciation was unchanged. Therefore, for the purpose of tax calculation remains calculating of depreciation in accordance with "Receita Federal".

Operating Expenses

Operating Expenses (in R$ thousand)	2Q15	1Q15	2Q14	2Q15 x 1Q15	2Q15 x 2Q14	1H15	1H14	1H15 x 1H14
Operating Expenses	**(5,133)**	**(5,246)**	**(4,824)**	**-2.2%**	**6.4%**	**(10,379)**	**(9,207)**	**12.7%**
Administrative expenses	(2,204)	(2,382)	(2,506)	-7.5%	-12.1%	(4,586)	(5,015)	-8.6%
Selling expenses	(2,796)	(2,697)	(2,263)	3.7%	23.6%	(5,493)	(4,516)	21.6%
Other expenses/revenues	(133)	(167)	(55)	-20.4%	141.8%	(300)	324	-192.6%

The operating expenses in the second quarter of 2015 stayed in line with the expenses from the first quarter of 2015. The growth in selling expenses was due mainly to brokerage fees inherent to new areas leasing efforts as well as expenses related to the vacancy of these newly delivered areas which are in the leasing process. The maintenance of a strict expenses control resulted in gains in the operating leverage, with 22.9% of representativeness of operating expenses in relation to Net Operanting Revenue in the second quarter of 2015, a gain of 7.9 percentage points compared to the same period previous year.

Equity in Subsidiaries

Equity in Subsidiaries (in R$ thousand)	2Q15	1Q15	2Q14	2Q15 x 1Q15	2Q15 x 2Q14	1H15	1H14	1H15 x 1H14
Equity in subsidiaries	1,077	888	66,639	21.3%	-98.4%	1,965	67,937	-97.1%

The reduction in equity in subsidiaries in the 2Q15 in relation to the 2Q14 is substantially an effect of the Fair Value valuation in our jointly controlled investment properties occurred on 2014.

LOG has in its Portfolio, three subsidiaries consolidated in accordance with CPC 19 (R2). They are the "Cabral Investimentos SPE" which includes, among other projects, the Shopping Contagem, "Betim I Incorporações SPE" with the Parque Industrial Betim ("PIB") and “Parque Torino Imóveis S.A” with the Parque Torino project. Shopping Contagem was delivered in the fourth quarter of 2013. In the second quarter of 2015 Parque Torino started to operate with the delivery of 3 warehouses, Parque Industrial Betim is still in pre-operating phase.

Financial Results

Financial Results (in R$ thousand)	2Q15	1Q15	2Q14	2Q15 x 1Q15	2Q15 x 2Q14	1H15	1H14	1H15 x 1H14
Financial Results	**(8,469)**	**(11,892)**	**(5,279)**	**-28.8%**	**60.4%**	**(20,361)**	**(8,881)**	**129.3%**
Financial expenses	(15,059)	(15,064)	(7,198)	0.0%	109.2%	(30,123)	(13,864)	117.3%
Financial revenues	6,590	3,172	1,919	107.8%	243.4%	9,762	4,983	95.9%

LOG’ financial expenses are in line with the Company strategy. We use third parties capital to build our projects, and with the delivery of them, the loan charges incurred no longer are capitalized (Investment Properties) and start to incur in financial expenses, impacting our financial results. The growth of financial revenues in the period, are effect of the gain in derivative financial instruments non speculative, resulting in a gain in the quarter of R$2,078 and of R$3,051 in the first six months of 2015 by mark-to-market.

Net Income

Net Income (in R$ thousand)	2Q15	1Q15	2Q14	2Q15 x 1Q15	2Q15 x 2Q14	1H15	1H14	1H15 x 1H14
Net Income	8,389	(15,827)	244,732	-153.0%	-96.6%	(7,438)	255,656	-102.9%
Net Margin	**37%**	**-70%**	**1563%**	**107.8 p.p.**	**-1525.1 p.p.**	**-17%**	**863%**	**-880.0 p.p.**

The net income was affected by non-recurring events, resulting in a loss in the first quarter of 2015 and in this half. Excluding the non-recurring events and the Fair Value adjustment, we have an increase in adjusted net income of 23.5% and 36.6% in the 2Q15 in relation to 1Q15 and 2Q14.

Below we present the net income periods adjusted, eliminating non-recurring transactions.

Net Income Adjusted (in R$ thousand)	2Q15	1Q15	2Q14	2Q15 x 1Q15	2Q15 x 2Q14	1H15	1H14	1H15 x 1H14
Net Income	8,389	(15,827)	244,732	-153.0%	-96.6%	(7,438)	255,656	-102.9%
(-) Non-recurrent Operation *	34	(24)	(291)	-241.7%	-111.7%	10	(1,371)	-100.7%
(-) Fair Value**	217	22,847	(238,118)	-99.1%	-100.1%	23,064	(242,094)	-109.5%
Net Income Adjusted	**8,640**	**6,996**	**6,323**	**23.5%**	**36.6%**	**15,636**	**12,191**	**28.3%**

* Non-recurring operarion from Shopping Contagem stake sale.

** Fair Value results into the holding Company and it's subsidiares, with taxes.

Adjusted EBITDA and Adjusted EBITDA Margin

EBITDA and Adjusted EBITDA (in R$ thousand)	2Q15	1Q15	2Q14	2Q15 x 1Q15	2Q15 x 2Q14	1H15	1H14	1H15 x 1H14
(=) Net Income	8,389	(15,827)	244,732	-153.0%	-96.6%	(7,438)	255,656	-102.9%
(+) Income taxes and contrib.	2,882	(2,096)	(1,843)	-237.5%	-256.4%	786	(5,508)	-114.3%
(+) Financial results	8,469	11,892	5,279	-28.8%	60.4%	20,361	8,881	129.3%
(+) Depreciation	-	-	-	0.0%	0.0%	-	-	0.0%
EBITDA	**19,740**	**(6,031)**	**248,168**	**-427.3%**	**-92.0%**	**13,709**	**259,029**	**-94.7%**
EBITDA Margin	**88.1%**	**-26.8%**	**1584.5%**	**115.0 p.p.**	**-1496.4 p.p.**	**30.5%**	**874.9%**	**-844.3 p.p.**
(-) Non-recurrent Operation *	34	(24)	(298)	-241.7%	-111.4%	10	(1,440)	-100.7%
(-) Investment Property Fair Value	(1,402)	(474)	(170,691)	195.8%	-99.2%	(1,876)	(170,691)	-98.9%
(-) Investment Property Fair Value on Subsidiares	-	-	(66,280)	0.0%	-100.0%	-	(66,280)	-100.0%
(-) MRV LOG SP I Incorporações SPE Ltda. Sale	-	24,634	-	-100.0%	0.0%	24,634	-	0.0%
Adjusted EBITDA	**18,372**	**18,105**	**10,899**	**1.5%**	**68.6%**	**36,477**	**20,618**	**76.9%**
Adjusted EBITDA Margin	**82.0%**	**80.5%**	**69.6%**	**1.5 p.p.**	**12.5 p.p.**	**81.3%**	**69.6%**	**11.6 p.p.**

*Non-recurring operarion from Shopping Contagem stake sale.

The EBITDA (in accordance with ICVM572/12) reduction in the first half of 2015 is explained by the gain of investment properties fair value recorded in the second quarter of 2014 and the increase in relation to the 1Q15 is due to the SPE sale that resulted in a loss in the first quarter of 2015.

The Adjusted EBITDA does not consider non-recurring operations and accounting effects of gain/loss of portfolio fair value to measure the results of leasing activity areas. The increase in Adjusted EBITDA in the 2Q15 compared to 1Q15 and 2Q14 is a result of our intensive efforts in building, delivering and leasing areas and in efforts to control expenses allowing a better operating leverage of our business.

Adjusted FFO and Adjusted FFO Margin

FFO and Adjusted FFO (in R$ thousand)	2Q15	1Q15	2Q14	2Q15 x 1Q15	2Q15 x 2Q14	1H15	1H14	1H15 x 1H14
(=) Net Income	8,389	(15,827)	244,732	-153.0%	-96.6%	(7,438)	255,656	-102.9%
(+) Depreciation	-	-	-	0.0%	0.0%	-	-	0.0%
FFO	**8,389**	**(15,827)**	**244,732**	**-153.0%**	**-96.6%**	**(7,438)**	**255,656**	**-102.9%**
FFO Margin	**37.5%**	**-70.4%**	**1562.6%**	**107.8 p.p.**	**-1525.1 p.p.**	**-16.6%**	**863.5%**	**-880.0 p.p.**
(-) Non-recurrent Operation *	34	(24)	(291)	-241.7%	-111.7%	10	(1,371)	-100.7%
(-) Investment Property Fair Value	(1,402)	(474)	(170,691)	195.8%	-99.2%	(1,876)	(170,691)	-98.9%
(-) Income tax and social contribution of Fair Value	1,619	474	(1,147)	241.6%	-241.1%	2,093	(5,123)	-140.9%
(-) Investment Property Fair Value on Subsidiares	-	-	(66,280)	0.0%	-100.0%	-	(66,280)	-100.0%
(-) MRV LOG SP I Incorporações SPE Ltda. Sale	-	24,634	-	-100.0%	0.0%	24,634	-	0.0%
(-) Income tax and social contribution of the sale	-	(1,787)	-	-100.0%	0.0%	(1,787)	-	0.0%
Adjusted FFO	**8,640**	**6,996**	**6,323**	**23.5%**	**36.6%**	**15,636**	**12,191**	**28.3%**
Adjusted FFO Margin	**38.6%**	**31.1%**	**40.4%**	**7.5 p.p.**	**-1.8 p.p.**	**34.8%**	**41.2%**	**-6.3 p.p.**

*Non-recurring FFO fromShopping Contagem stake sale.

The FFO reduction in the first half is explained by the SPE sale occurred in the period and by the gain of investment properties fair value recorded in the 1H14.

The growth of Adjusted FFO in the 2Q15 in relation to 1Q11 and 4Q14 is result of our intensive efforts in building, delivering and leasing areas and in efforts to control expenses allowing a better operating leverage of our business.

Cash and cash equivalents

Cash and cash equivalents (in R$ thousand)	30/Jun/2015	31/Mar/2015	31/Dec/2014	30/Jun/15 x 31/Mar/15	30/Jun/15 x 31/Dec/14
Cash and cash equivalents	27,520	46,404	77,334	-40.7%	-64.4%

The decrease in Cash and Cash equivalents balances refers to the investments made for the construction of properties and financial obligations payments during the quarter.

Accounts receivable

Accounts receivable (in R$ thousand)	30/Jun/2015	31/Mar/2015	31/Dec/2014	30/Jun/15 x 31/Mar/15	30/Jun/15 x 31/Dec/14
Accounts receivable	**119,875**	**137,880**	**33,099**	**-13.1%**	**262.2%**
Warehouse and Strip Mall lease	23,130	23,356	20,409	-1.0%	13.3%
Land sale	3,992	6,923	9,787	-42.3%	-59.2%
Subsidiarie Sale	89,258	104,198	-	-14.3%	0.0%
Other	3,495	3,403	2,903	2.7%	20.4%

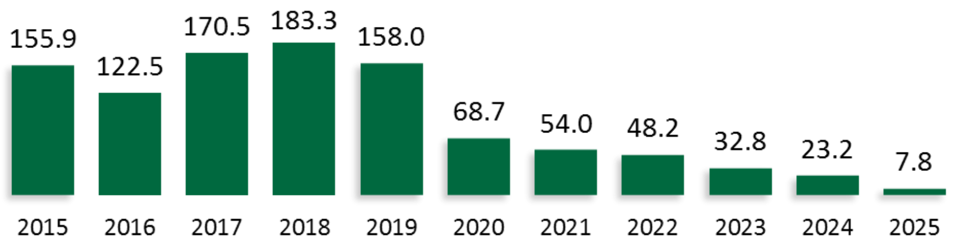
The increase in the accounts receivable from warehouse and strip mall leases in June 30, 2015 compared to December 31, 2014 is directly related to the delivery pace of new areas for lease and growth in our tenants, and the reduction in June 30,2015 in relation to March 31,2015 is due to normal oscillations in our cash cycle. The increase in the balance of accounts receivable in June 30, 2015 compared to December 31, 2014 is mainly is explained by the sale of SPE in the period.

Debt and Net Debt

Loans, financing and debentures (in R$ thousand)	Maturity	Effective costs*	30-Jun-15	31-Mar-15	31-Dec-14	30-Jun-15 x 31-Mar-15	30-Jun-15 x 31-Dec-14
Loans and financing			**1,024,990**	**1,034,067**	**1,034,429**	**-0.9%**	**-0.9%**
Working Capital	Sep/13 to Sep/17	CDI +1.83% to 2.39%	120,354	122,966	124,005	-2.1%	-2.9%
Working Capital	Oct/14 to Oct/15	13.11%	4,000	7,000	10,000	-42.9%	-60.0%
Construction financing	Dec/13 to Oct/24	CDI +1.92%	43,955	44,544	45,108	-1.3%	-2.6%
Construction financing	Dec/13 to Aug/26	TR +9.37% - 11.62%	424,810	427,457	423,106	-0.6%	0.4%
3rd issuance of Debentures	Jun/14 to Jun/20	CDI +2.27%	93,978	100,108	96,932	-6.1%	-3.0%
4th issuance of Debentures	Aug/16 to Feb/19	CDI +2.13%	104,665	101,143	104,395	3.5%	0.3%
5th issuance of Debentures	Aug/16 to Aug/18	118% CDI +0.62%	148,101	142,997	147,588	3.6%	0.3%
6th issuance of Debentures	Dec/15 to Dec/19	CDI +2.38%	100,706	104,045	100,721	-3.2%	0.0%
(-) Debt issuance costs			(15,579)	(16,193)	(17,426)	-3.8%	-10.6%

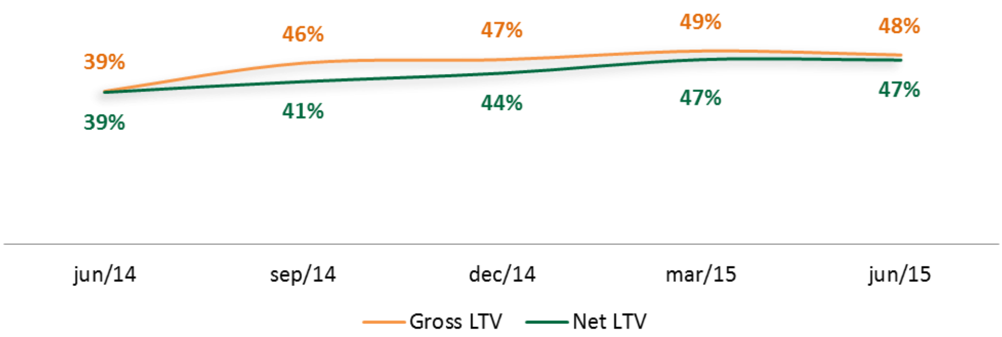
* Effective costs: considers the contractual costs + other issuance and debt maintenence costs.

Debt Maturity Schedule as of 30/Jun/15 (R$ million)



Net Debt (in R$ thousand)	30/Jun/2015	31/Mar/2015	31/Dec/2014	30/Jun/15 x 31/Mar/15	30/Jun/15 x 31/Dec/14
(+) Loans and financing	1,024,990	1,034,067	1,034,429	-0.9%	-0.9%
(-) Cash and cash equivalents	27,520	46,404	77,334	-40.7%	-64.4%
(=) Net Debt	997,470	987,663	957,095	1.0%	4.2%
(=) Shareholder´s Equity	1,472,766	1,438,420	1,454,215	2.4%	1.3%
(=) Net Debt/Equity	0.7	0.7	0.7	-1.4%	2.9%

Loan to Value



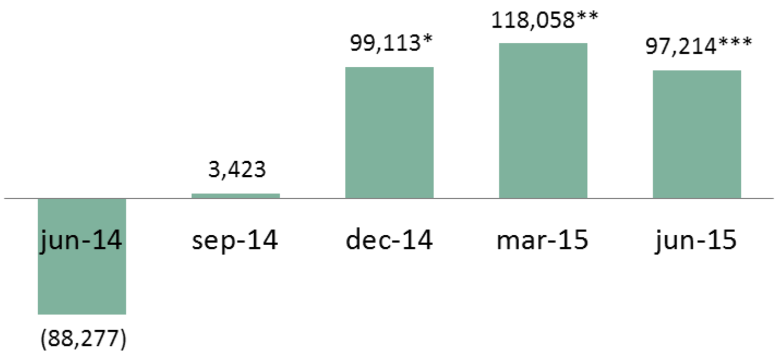
* LTV Gross: Gross Debt/Investment properties Fair Value
LTV Net: Net Debt/Investment properties Fair Value

General Considerations of Financial Performance

LOG understands that the achieved results in the current intensive investment cycle in its assets does not represent a stabilized base of its operations debts indicators , and with the delivery of the work in progress and the efficient execution of existing portfolio will contribute to deliver solid results to its shareholders and the market in a stabilized base.

Despite oscillations in Cash and Cash Equivalents balances, as shown above, resulting from the intensive investment cycle of the Company, we have been working to ensure funds to continue our investment pace. As a result, our working capital shows successive improvements due to LOG conservative policy of cash and debt management. The graphic below shows the evolution of adjusted working capital (adjusting the accounts receivable balances from active tenants in the following 12 months and contracts already signed but not yet active of assets already delivered).

Adjusted Net Working Capital (in R$ thousand)



* The Net Working capital of December was adjusted eliminating the R$100 million loan that will be scrolled on February and R$26 million of dividends proposed that has not been approved yet.
** The Net Working capital of March was adjusted eliminating the R$26 million of dividends and the R$100 loan that in February had their maturity extended to June. The dividends adjust was conducted because in the past the shareholders always decided to reinvest the amount in the Company.
*** The Net Working capital of June was adjusted eliminating the R$100 million loan that in June had their maturity extended.

Notwithstanding what has been accomplished by LOG until the end of the quarter in June, 2015, we remain very comfortable with the operations growth and also continue to work towards delivering solid results with a balanced capital structure with return to shareholders for the rest of the year.

INCOME STATEMENT

Consolidated Income Statement
(in R$ thousand) (CPC 19, IFRS 11)

INCOME STATEMENT	2Q15	1Q15	2Q14	Chg. % 2Q15 x 1Q15	Chg. % 2Q15 x 2Q14	1H15	1H14	Chg. % 1H15 x 1H14
NET OPERATING REVENUES	**22,394**	**22,487**	**15,662**	**-0.4%**	**43.0%**	**44,881**	**29,608**	**51.6%**
Cost	-	-	-	0.0%	0.0%	-	-	0.0%
GROSS PROFIT	**22,394**	**22,487**	**15,662**	**-0.4%**	**43.0%**	**44,881**	**29,608**	**51.6%**
OPERATING EXPENSES								
Selling expenses	(2,796)	(2,697)	(2,263)	3.7%	23.6%	(5,493)	(4,516)	21.6%
General & Administrative expenses	(2,204)	(2,382)	(2,506)	-7.5%	-12.1%	(4,586)	(5,015)	-8.6%
Other operatin expenses, net	(133)	(167)	(55)	-20.4%	141.8%	(300)	324	-192.6%
Investment Property Fair Value Variation	1,402	(24,160)	170,691	-105.8%	-99.2%	(22,758)	170,691	-113.3%
Equity in subsidiaries and JV´s	1,077	888	66,639	21.3%	-98.4%	1,965	67,937	-97.1%
OPERATING INCOME BEFORE FINACIAL RESULTS	**19,740**	**(6,031)**	**248,168**	**-427.3%**	**-92.0%**	**13,709**	**259,029**	**-94.7%**
FINANCIAL RESULTS								
Financial expenses	(15,059)	(15,064)	(7,198)	0.0%	109.2%	(30,123)	(13,864)	117.3%
Financial income	6,590	3,172	1,919	107.8%	243.4%	9,762	4,983	95.9%
INCOME BEFORE INCOME TAX AND SOCIAL CONTRIBUTION	**11,271**	**(17,923)**	**242,889**	**-162.9%**	**-95.4%**	**(6,652)**	**250,148**	**-102.7%**
INCOME TAX AND SOCIAL CONTRIBUTION								
Current	(1,572)	(1,512)	(1,541)	4.0%	2.0%	(3,084)	(3,180)	-3.0%
Deferred	(1,310)	3,608	3,384	-136.3%	-138.7%	2,298	8,688	-73.5%
NET INCOME	**8,389**	**(15,827)**	**244,732**	**-153.0%**	**-96.6%**	**(7,438)**	**255,656**	**-102.9%**
PROFIT ATRIBUTABLE TO								
Shareholder´s of the company	8,386	(15,828)	244,649	-153.0%	-96.6%	(7,442)	255,571	-102.9%
Non-controlling interests	3	1	83	200.0%	-96.4%	4	85	-95.3%

Consolidated Balance Sheet
(in R$ thousand) (CPC 19, IFRS 11)

ASSETS	30/Jun/15	31/Mar/15	31/Dec/14	Chg. % Jun-15 x Mar-15	Chg. % Jun-15 x Dec-14
CURRENT ASSETS					
Cash and cash equivalents	27,520	46,404	77,334	-40.7%	-64.4%
Accounts receivable	60,163	73,736	24,806	-18.4%	142.5%
Recoverable taxes	6,750	6,614	6,577	2.1%	2.6%
Deferred selling expenses	2,625	2,545	2,386	3.1%	10.0%
Other assets	754	628	3	20.1%	25033.3%
Total current assets	**97,812**	**129,927**	**111,106**	**-24.7%**	**-12.0%**
NON-CURRENT ASSETS					
Trade accounts receivable	59,712	64,144	8,293	-6.9%	620.0%
Deferred selling expenses	4,227	4,610	4,442	-8.3%	-4.8%
Recoverable taxes	38,951	39,045	38,839	-0.2%	0.3%
Deferred taxes	28,917	30,208	28,535	-4.3%	1.3%
Other assets	3,268	1,153	81	183.4%	3934.6%
Investment in subsidiaries and jointly controlled	251,509	245,969	242,961	2.3%	3.5%
Investment property	2,116,733	2,090,928	2,190,831	1.2%	-3.4%
Property and equipment	1,828	1,755	1,060	4.2%	72.5%
Total non-current assets	**2,505,145**	**2,477,812**	**2,515,042**	**1.1%**	**-0.4%**
TOTAL ASSETS	**2,602,957**	**2,607,739**	**2,626,148**	**-0.2%**	**-0.9%**

LIABILITIES & SHAREHOLDER'S EQUITY	30/Jun/15	31/Mar/15	31/Dec/14	Chg. % Jun-15 x Mar-15	Chg. % Jun-15 x Dec-14
CURRENT LIABILITIES					
Accounts Payable	3,637	5,665	5,692	-35.8%	-36.1%
Loans and financing	194,580	188,496	185,278	3.2%	5.0%
Salaries, payroll taxes and benefits	2,279	2,928	2,743	-22.2%	-16.9%
Taxes and contributions	2,930	2,889	3,241	1.4%	-9.6%
Land payable	-	-	-	0.0%	0.0%
Advances from customers - Swap	4,841	7,187	4,029	-32.6%	20.2%
Payable Dividends	-	25,856	25,856	-100.0%	-100.0%
Credits on related parties	-	-	-	0.0%	0.0%
Other liabilities	2,410	3,382	3,317	-28.7%	-27.3%
Total current liabilities	**210,677**	**236,403**	**230,156**	**-10.9%**	**-8.5%**
Non-current liabilities					
Loans and financing	830,410	845,571	849,151	-1.8%	-2.2%
Advances from Customers - Swap	41,382	39,301	42,776	5.3%	-3.3%
Deferred taxes	45,732	44,934	48,349	1.8%	-5.4%
Others	1,990	3,110	1,501	-36.0%	32.6%
Total Non-current liabilities	**919,514**	**932,916**	**941,777**	**-1.4%**	**-2.4%**
Total Liabilities	**1,130,191**	**1,169,319**	**1,171,933**	**-3.3%**	**-3.6%**
SHAREHOLDER´S EQUITY					
Equity atributable to the shareholder´s of the company	1,472,624	1,438,282	1,453,991	2.4%	1.3%
Non-controlling interest	142	138	224	2.9%	-36.6%
Total Shareholder´s Equity	**1,472,766**	**1,438,420**	**1,454,215**	**2.4%**	**1.3%**
TOTAL LIABILITIES & SHAREHOLDER'S EQUITY	**2,602,957**	**2,607,739**	**2,626,148**	**-0.2%**	**-0.9%**

Consolidated Cash Flow Statement
(in R$ thousand) (CPC 19, IFRS 11)

CASH FLOW STATEMENT	1H15	1H14	Chg. % 1H15 x 1H14
CASH FLOWS FROM OPERATING ACTIVITIES			
Net income	(7,438)	255,656	-102.9%
Adjustments to reconcile profit to net cash used in operating activities	46,916	(233,562)	-120.1%
Decrease (increase) in operating assets	(7,291)	(9,796)	-25.6%
Increase (decrease) in operating liabilities	1,804	750	140.5%
Income tax and social contribution paid	(2,715)	(2,200)	23.4%
Land sale receiving	23,520	6,967	237.6%
Net cash used in operating activities	**54,796**	**17,815**	**207.6%**
CASH FLOWS FROM INVESTING ACTIVITIES			
Decrease (Increase) of investments	(4,372)	(44,829)	-90.2%
Acquisition of investment property	(22,068)	(121,452)	-81.8%
Other	(855)	(74)	1055.4%
Net cash used in investing activities	**(27,295)**	**(166,355)**	**-83.6%**
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from loans and debentures, net	4,332	170,408	-97.5%
Payment of loans	(26,149)	(131,702)	-80.1%
Derivative acquisition	(650)	-	0.0%
Interest paid	(54,762)	(33,729)	62.4%
Contributions from shareholders	25,856	-	0.0%
Dividend payments	(25,856)	-	0.0%
Contributions from noncontrolling shareholders	(86)	-	0.0%
Net cash provided by financing activities	**(77,315)**	**4,977**	**-1653.4%**
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS, NET	**(49,814)**	**(143,563)**	**-65.3%**
CASH AND CASH EQUIVALENTS			
Cash and cash equivalents at beginning of year	77,334	151,200	-48.9%
Cash and cash equivalents at end of year	27,520	7,637	260.4%

GLOSSARY

GLA (Gross Leasable Area): corresponds to the areas available for lease.

Delivered GLA: corresponds to the delivered areas for lease.

Built GLA: corresponds to the built areas obtained by measuring physical financial schedule, including areas delivered, more works in progress in LOG percentage.

FFO (Funds From Operations): equal to net income less depreciation less other "non-cash" effects.

NOI (Net Operating Income): equal to the gross operating revenues less direct expenses of the enterprise.

EBITDA (Earnings Before Interests, Taxes, Depreciation and Amortization): net profit before financial result, income tax and social contribution, depreciation expenses.

EBITDA Margin: margin calculated by dividing the EBITDA by net operating revenue.

FFO Margin: margin calculated by dividing the result by the FFO by Net Operating Revenues.

Yield on Cost: rate of return calculated by dividing revenue from rental for the total investment.

Portfolio LOG: contemplates the GLA of the delivered , under construction and potencial GLA in development.

Loan to Value: percentage rate resulting from the division of Debt by Investment Properties Fair Value.

Leasing Spread: gain/loss recorded in revenues from lease renewals, revisions and new leases of vacant areas compared to prior periods, net of effects of inflation.

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DISCLAIMER

The statements contained in this document relating to the prospects of the business, estimates for operating and financial results, and those related to growth prospects of LOG are merely projections and, as such, are based exclusively on the expectations of management to the future of the business.

These statements depend, substantially, of approvals and licenses required, market conditions, the performance of the Brazilian economy, industry and international markets and, therefore, subject to change without notice.

This performance report includes non-accounting data such as operating and financial projections based on management's expectations. Non-accounting data such as values and units of Portfolio GLA Approved, GLA Built, GLA Delivered and projections were not subject to review by the Company's independent auditors.

The EBITDA mentioned in this report represents net income before financial result, income tax and social contribution, depreciation expenses. FFO mentioned in this report represents net income before depreciation only. The FFO and EBITDA are not measures of financial performance in accordance with accounting practices adopted in Brazil and IFRS, and should not be considered in isolation or as an alternative to net income as a measure of operating performance or an alternative to cash flows from operations, or as measure of liquidity. Because they are not considered for the calculation, the financial result, income tax and social contribution, depreciation expense and amortization, EBITDA and FFO serve as indicators of overall economic performance of the LOG, which are not affected by changes in tax burden from income tax and social contribution or levels of depreciation and amortization. EBITDA and FFO, however, have limitations that impair its use as a measure of profitability of LOG, since it does not consider certain LOG business, which could affect, significantly, the profits of LOG, such as financial results, taxes, depreciation and amortization, capital expenditures and other related charges.

RELATIONSHIP WITH INDEPENDENT AUDITORS

Pursuant to CVM Instruction 381/03, we inform that the Company’s independent auditors - Ernst & Young Auditores Independentes S/S (“Ernst & Young”) - did not provide any services during the first half of 2015 other than those relating to external audit. The Company’s policy for hiring independent auditors ensures that there is no conflict of interest, loss of autonomy or objectiveness.